Supplementary table S1 Employment protection for regular contracts, including collective dismissals, summary indicator weights of EPRC\_v2

Weight	Weight	Indicator				
Regular	Procedurial	Notification procedures				
contracts	inconveniance	Delay involved before notice can start				
5/7	(1/3)					
	Notice and severance pay for no-fault individual dismissal (1/3)	Length of the notice period at 9 months tenure				
		Length of the notice period at 4 years tenure				
		Length of the notice period at 20 years tenure				
		Severance pay at 9 months tenure				
		Severance pay at 4 years tenure				
		Severance pay at 20 years tenure				
	Difficulty of dismissal (1/3)	Definition of justified or unfair dismissal				
		Length of trial period				
		Compensation following unfair dismissal				
		Possibility of reinstatement following unfair dismissal				
		Maximum time to make a claim of unfair dismissal				
Collective		Definition of collective dismissal				
dismissals		Additional notification requirements in case of collective dismissals				
2/7		Additional delays involved in case of collective dismissals				
		Other special costs to employers in case of collective dismissals				

Supplementary table S2 Employment protection for temporary contracts,

Weight	Indicator				
Fixed-term	Valid cases for use of fixed-term contracts				
contracts	Maximum number of successive fixed-term contracts				
(1/2)	Maximum cumulated duration of successive fixed-term contracts				
Temporary work	Types of work for which temporary work agency (TWA) employment is legal				
agency	Restrictions on the number of renewals of TWA assignments				
employment	Maximum cumulated duration of TWA assignments				

employment	Maximum cumulated duration of TWA assignments				
(1/2)	TWA: authorisation or reporting obligations				
	Equal treatment of regular and agency workers at the user firm				

		EPRC_v2			EPT_v1	
Country / Period	Mean (sd)	Min-max	Annual change (sd)	Mean (sd)	Min-max	Annual change (sd)
Northern Region						
Denmark 2003-2012	2.41 (0.09)	2.35-2.56	-0.02 (0.000)	1.38 (0.00)	1.38-1.38	0.00
Finland 2004-2013	2.04 (0.03)	2.01-2.08	-0.01 (0.000)	1.56 (0.00)	1.56-1.56	0.00
Iceland 2008-2013	2.24 (0.00)	2.24-2.24	0.00	0.63 (0.00)	0.63-0.63	0.00
Norway 2003-2012	2.38 (0.00)	2.38-2.38	0.00	2.89 (0.12)	2.75-3.00	0.03 (0.000)
Sweden 2004-2013	2.58 (0.00)	2.58-2.58	0.00	1.14 (0.31)	0.81-1.44	-0.09 (0.001)
Continental region						
Austria 2004-2013	2.62 (0.00)	2.62-2.62	0.00	1.31 (0.00)	1.31-1.31	0.00
Belgium 2004-2013	2.84 (0.05)	2.82-2.95	0.01 (0.000)	2.38 (0.00)	2.38-2.38	0.00
France 2004-2013	2.71 (0.03)	2.67-2.73	-0.01 (0.000)	3.63 (0.00)	3.63-3.63	0.00
Luxembourg 2008-2013	2.71 (0.00)	2.71-2.71	0.00	3.75 (0.00)	3.75-3.75	0.00
The Netherlands 2005-2013	2.90 (0.03)	2.87-2.93	-0.01 (0.000)	0.94 (0.00)	0.94-0.94	0.00
Southern region						
Greece 2003-2013	2.82 (0.20)	2.44-2.93	-0.05 (0.000)	2.97 (0.80)	2.25-4.75	-0.18 (0.001)
Italy 2004-2013	3.14 (0.05)	2.98-3.15	-0.01 (0.000)	2.00 (0.00)	2.00-2.00	0.00
Portugal 2004-2013	3.73 (0.31)	2.81-3.98	-0.11 (0.000)	2.24 (0.32)	1.81-2.56	-0.10 (0.001)
Spain 2004-2013	2.72 (0.08)	2.43-2.76	-0.02 (0.000)	2.97 (0.24)	2.56-3.25	-0.08 (0.000)
Anglo-saxon region						
Ireland 2004-2013	1.89 (0.07)	1.81-2.00	0.02 (0.000)	0.63 (0.00)	0.63-0.63	0.00
United Kingdom 2008-2013	1.25 (0.05)	1.10-1.26	-0.01 (0.000)	2.88 (0.00)	2.88-2.88	0.00
Eastern region						
Czech Republic 2008-2013	3.12 (0.14)	2.92-3.31	-0.05 (0.000)	2.13 (0.00)	2.13-2.13	0.00
Estonia 2008-2013	2.23 (0.17)	2.11-2.46	-0.08 (0.001)	2.07 (0.42)	1.88-3.00	0.16 (0.003)
Hungary 2008-2013	2.38 (0.06)	2.17-2.40	-0.01 (0.000)	1.15 (0.05)	1.13-1.25	0.01 (0.000)
Latvia 2012-2013	2.99 (0.00)	2.99-2.99	0.00	0.88 (0.00)	0.88-0.88	0.00
Poland 2005-2013	2.41 (0.00)	2.41-2.41	0.00	1.75 (0.00)	1.75-1.75	0.00
Slovakia 2008-2013	2.19 (0.11)	1.71-2.22	-0.02 (0.000)	3.73 (0.08)	3.38-3.75	-0.02 (0.000)
Slovenia 2008-2013	2.84 (0.02)	2.82-2.86	-0.01 (0.000)	1.81 (0.00)	1.81-1.81	0.00

## Supplementary table S3 Employment protection of permanent workers and employment protection of temporary workers in 23 European countries between 2003 and 2014

 ${\sf EPRC\_v2}$  - employment protection of workers with permanent contracts

EPT\_v1 - employment protection of workers with temporary contracts

## Supplementary table S4 Interaction of reduced employment protection and health status on different pathways out of paid employment within a follow-up period of one year among employed persons with good or poor health in 23 European countries of a rotating panel (EU-SILC) between 2003 and 2014 (n=334,999)

	Increase in exit from paid employment						
	Unemployment OR (95%CI)	Retirement OR (95%CI)	Disability OR (95%Cl)	Economic inactivity OR (95%Cl)	All pathways OR (95%CI)		
Decrease in employment protection of	permanent workers						
Poor health	2.29 (1.64-3.19)	5.62 (2.69-11.74)	18.8 (6.92-51.19)	1.00 (0.64-1.57)	3.41 (2.50-4.65)		
Employment protection	0.85 (0.42-1.74)	2.58 (1.30-5.10)	1.15 (0.61-2.16)	1.24 (0.72-2.14)	1.16 (0.88-1.54)		
Poor health*employment protection	1.17 (1.02-1.33)	1.73 (1.39-2.15)	1.48 (0.95-2.30)	0.93 (0.79-1.09)	1.31 (1.16-1.48)		
Decrease in employment protection of temporary workers							
Poor health	1.60 (1.31-1.94)	1.23 (0.70-2.14)	8.28 (5.25-13.06)	0.98 (0.63-1.52)	1.81 (1.43-2.30)		
Employment protection	1.36 (1.06-1.75)	6.15 (3.09-12.22)	1.29 (0.80-2.10)	1.02 (0.58-1.80)	1.56 (1.18-2.06)		
Poor health*employment protection	1.02 (0.94-1.11)	1.04 (0.81-1.34)	1.07 (0.90-1.27)	0.90 (0.58-1.80)	1.05 (0.96-1.14)		

OLS regression models including age, sex, education, GDP and employment protection\*health with fixed effects for country and year.

## Supplementary table S5 Interaction of reduced employment protection and education on different pathways out of paid employment within a follow-up period of one year among employed persons with good or poor health in 23 European countries of a rotating panel (EU-SILC) between 2003 and 2014 (n=334,999)

	Increase in exit from paid employment					
	Unemployment OR (95%CI)	Retirement OR (95%Cl)	Disability OR (95%CI)	Economic inactivity OR (95%CI)	All pathways OR (95%CI)	
Decrease in employment protection of per	manent workers					
Education (mid)	3.41 (1.34-8.66)	0.51 (0.30-0.87)	2.93 (1.13-7.64)	0.99 (0.61-1.63)	1.66 (0.95-2.91)	
Education (low)	7.31 (2.54-21.07)	0.87 (0.21-3.61)	5.41 (1.39-21.02)	1.28 (0.66-2.48)	3.09 (1.40-6.83)	
Employment protection	0.67 (0.34-1.30)	4.04 (1.88-8.66)	1.23 (0.58-2.57)	1.41 (0.80-2.47)	1.22 (0.91-1.63)	
Mid educated * employment protection	1.29 (0.92-1.81)	0.74 (0.60-0.92)	1.22 (0.80-1.86)	0.90 (0.73-1.12)	1.04 (0.84-1.28)	
Low educated * employment protection	1.45 (1.00-2.12)	0.86 (0.54-1.37)	1.31 (0.74-2.33)	0.82 (0.63-1.05)	1.11 (0.82-1.19)	
Decrease in employment protection of temporary workers						
Education (mid)	2.06 (1.38-3.07)	0.96 (0.60-1.52)	1.90 (1.45-2.50)	1.00 (0.64-1.55)	1.46 (1.24-1.72)	
Education (low)	4.24 (2.51-7.16)	1.39 (0.67-2.90)	3.20 (2.31-4.43)	1.43 (0.79-2.57)	2.71 (2.14-3.45)	
Employment protection	1.21 (0.95-1.54)	6.21 (2.82-13.66)	1.30 (0.81-2.08)	1.14 (0.68-1.94)	1.53 (1.17-2.00)	
Mid educated * employment protection	1.07 (0.94-1.22)	0.93 (0.75-1.15)	1.02 (0.90-1.16)	0.89 (0.72-1.09)	0.98 (0.92-1.04)	
Low educated * employment protection	1.21 (1.02-1.45)	1.03 (0.72-1.47)	1.07 (0.93-1.22)	0.82 (0.62-1.10)	1.06 (0.97-1.17)	

OLS regression models including age, sex, GDP and employment protection\*education with fixed effects for country and year.