Table 6, Column (1): Controlling for Government Expenditures

VEC REPRESENTATION
endogenous variables: govbond_10_real GDP GovExpenditure Inequality
exogenous variables:
deterministic variables: CONST TREND
endogenous lags (diffs): 1
exogenous lags: 0
sample range: [1952, 1991], T = 40
estimation procedure: One stage. Johansen approach

Lagged endogenous term:

	d(govbond_10_real)	d(GDP)	d(GovExpenditure)	d(Inequality)
d(govbond_10_real)(t-1)	0.266	13.280	-0.050	0.013
	(0.109)	(7.852)	(0.047)	(0.083)
	{0.014}	{0.091}	{0.282}	{0.879}
	[2.451]	[1.691]	[-1.076]	[0.152]
d(GDP) (t-1)	-0.002	0.221	-0.001	-0.006
	(0.002)	(0.155)	(0.001)	(0.002)
	{0.466}	{0.155}	{0.433}	{0.000}
	[-0.728]	[1.422]	[-0.784]	[-3.626]
d(GovExpenditure) (t-1)	-0.757	-85.556	0.326	-0.069
	(0.439)	(31.705)	(0.189)	(0.337)
	{0.084}	{0.007}	{0.084}	{0.837}
	[-1.726]	[-2.699]	[1.725]	[-0.206]
d(Inequality) (t-1)	-0.221	17.069	0.047	-0.201
	(0.182)	(13.168)	(0.079)	(0.140)
	{0.226}	{0.195}	{0.549}	{0.150}
	[-1.212]	[1.296]	[0.599]	[-1.438]

Loading coefficients:

	d(govbond_10_real)	d(GDP)	d(GovExpenditure)	d(Inequality)
ec1(t-1)	-1.135	-14.805	0.027	0.152
	(0.159)	(11.457)	(0.068)	(0.122)
	{0.000}	{0.196}	{0.693}	{0.211}
	[-7.159]	[-1.292]	[0.395]	[1.250]
ec2(t-1)	-0.003	-0.208	0.002	0.001
	(0.001)	(0.069)	(0.000)	(0.001)
	{0.002}	{0.003}	{0.000}	{0.071}
	[-3.120]	[-3.003]	[4.644]	[1.808]
ec3(t-1)	0.108	5.253	0.045	0.012
	(0.032)	(2.299)	(0.014)	(0.024)
	{0.001}	{0.022}	{0.001}	{0.628}
	[3.382]	[2.285]	[3.306]	[0.485]

Estimated cointegration relation(s):
===================================

	ec1(t-1)	ec2(t-1)	ec3(t-1)
govbond_10_real(t-1)	1.000	0.000	0.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
GDP (t-1)	0.000	1.000	0.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
GovExpenditure (t-1)	0.000	0.000	1.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
Inequality (t-1)	-0.499	-66.499	-3.263
	(0.265)	(38.146)	(1.397)
	{0.060}	{0.081}	{0.020}
	[-1.881]	[-1.743]	[-2.335]
CONST	21.298	-3452.381	155.139
	(12.271)	(1764.756)	(64.648)
	{0.083}	{0.050}	{0.016}
	[1.736]	[-1.956]	[2.400]
TREND(t-1)	-0.066	-289.340	-0.533
	(0.246)	(35.324)	(1.294)
	{0.788}	{0.000}	{0.681}
	[-0.269]	[-8.191]	[-0.412]

VAR REPRESENTATION

modulus of the eigenvalues of the reverse characteristic polynomial:
|z| = (3.5015 3.5015 2.2312 2.2312 1.4140 1.4140
0.9690 1.0000)

Legend:
=======

	Equation 1	Equation 2	...
Variable 1	Coefficient		...
	(Std. Dev.)		
	{p - Value}		
	[t - Value]		
Variable 2	...		
...			

Lagged endogenous term:
=======================

	govbond_10_real	GDP	GovExpenditure	Inequality
govbond_10_real (t-1)	0.131	-1.525	-0.023	0.165
	(0.192)	(13.889)	(0.083)	(0.148)
	{0.495}	{0.913}	{0.778}	{0.264}
	[0.682]	[-0.110]	[-0.282]	[1.117]
GDP (t-1)	-0.005	1.013	0.001	-0.005
	(0.002)	(0.170)	(0.001)	(0.002)
	{0.053}	{0.000}	{0.240}	{0.010}
	[-1.935]	[5.955]	[1.175]	[-2.576]
GovExpenditure (t-1)	-0.650	-80.303	1.372	-0.057
	(0.440)	(31.788)	(0.190)	(0.338)
	{0.140}	{0.012}	{0.000}	{0.865}
	[-1.477]	[-2.526]	[7.236]	[-0.170]
Inequality (t-1)	0.193	21.144	-0.242	0.596
	(0.227)	(16.382)	(0.098)	(0.174)
	{0.394}	{0.197}	{0.013}	{0.001}
	[0.853]	[1.291]	[-2.476]	[3.423]
govbond_10_real (t-2)	-0.266	-13.280	0.050	-0.013
	(0.109)	(7.852)	(0.047)	(0.083)
	{0.014}	{0.091}	{0.282}	{0.879}
	[-2.451]	[-1.691]	[1.076]	[-0.152]
GDP (t-2)	0.002	-0.221	0.001	0.006
	(0.002)	(0.155)	(0.001)	(0.002)
	{0.466}	{0.155}	{0.433}	{0.000}
	[0.728]	[-1.422]	[0.784]	[3.626]
GovExpenditure (t-2)	0.757	85.556	-0.326	0.069
	(0.439)	(31.705)	(0.189)	(0.337)
	{0.084}	{0.007}	{0.084}	{0.837}
	[1.726]	[2.699]	[-1.725]	[0.206]
Inequality (t-2)	0.221	-17.069	-0.047	0.201
	(0.182)	(13.168)	(0.079)	(0.140)
	{0.226}	{0.195}	{0.549}	{0.150}
	[1.212]	[-1.296]	[-0.599]	[1.438]

Deterministic term:
===================

	govbond_10_real	GDP	GovExpenditure	Inequality
CONST (t)	2.840	1217.750	0.986	0.486
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]
TREND(t-1) (t)	0.883	58.357	-0.581	-0.401
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]

Table 6, column (2): Controlling for Tax Revenues

```
VEC REPRESENTATION
endogenous variables:     govbond_10_real GDP Tax_Revenues Inequality
exogenous variables:
deterministic variables:  CONST TREND
endogenous lags (diffs):  1
exogenous lags:           0
sample range:             [1950, 1991], T = 42
estimation procedure:     One stage. Johansen approach


Lagged endogenous term:
=======================
                         d(govbond_10_real)    d(GDP)  d(Tax_Revenues)
d(Inequality)
-------------------------------------------------------------------------
-------
d(govbond_10_real)(t-1)|    0.049    15.991     9.646     0.031
                       |   (0.122)   (7.717) (781.287)   (0.074)
                       |   {0.691}   {0.038}   {0.990}   {0.679}
                       |   [0.398]   [2.072]   [0.012]   [0.414]
d(GDP)            (t-1)|    0.007     0.435    12.739    -0.002
                       |   (0.003)   (0.197)  (19.941)   (0.002)
                       |   {0.031}   {0.027}   {0.523}   {0.229}
                       |   [2.153]   [2.206]   [0.639]  [-1.203]
d(Tax_Revenues)   (t-1)|    0.000     0.002    -0.130     0.000
                       |   (0.000)   (0.001)   (0.140)   (0.000)
                       |   {0.607}   {0.102}   {0.353}   {0.432}
                       |   [0.515]   [1.634]  [-0.929]   [0.785]
d(Inequality)     (t-1)|   -0.323     1.296   171.459    -0.208
                       |   (0.220)  (13.856) (1402.860)   (0.133)
                       |   {0.141}   {0.925}   {0.903}   {0.118}
                       |  [-1.471]   [0.094]   [0.122]  [-1.562]
-------------------------------------------------------------------------
-------



Loading coefficients:
=====================
          d(govbond_10_real)    d(GDP)  d(Tax_Revenues)  d(Inequality)
-------------------------------------------------------------------------
ec1(t-1)|   -1.091    -7.301   241.770     0.053
        |   (0.169)  (10.659) (1079.144)   (0.102)
        |   {0.000}   {0.493}   {0.823}   {0.603}
        |  [-6.452]  [-0.685]   [0.224]   [0.520]
ec2(t-1)|   -0.007    -0.178    45.887     0.000
        |   (0.002)   (0.110)  (11.156)   (0.001)
        |   {0.000}   {0.106}   {0.000}   {0.738}
        |  [-4.287]  [-1.616]   [4.113]   [0.334]
ec3(t-1)|    0.000    -0.001    -0.114     0.000
        |   (0.000)   (0.001)   (0.058)   (0.000)
        |   {0.007}   {0.036}   {0.049}   {0.225}
        |   [2.688]  [-2.100]  [-1.972]   [1.213]
-------------------------------------------------------------------------
```

Estimated cointegration relation(s):
```
                                  ec1(t-1)  ec2(t-1)  ec3(t-1)
-------------------------------------------------------------
govbond_10_real(t-1)|    1.000     0.000     0.000
                    |   (0.000)   (0.000)   (0.000)
                    |   {0.000}   {0.000}   {0.000}
                    |   [0.000]   [0.000]   [0.000]
GDP             (t-1)|    0.000     1.000     0.000
                    |   (0.000)   (0.000)   (0.000)
                    |   {0.000}   {0.000}   {0.000}
                    |   [0.000]   [0.000]   [0.000]
Tax_Revenues    (t-1)|    0.000     0.000     1.000
                    |   (0.000)   (0.000)   (0.000)
                    |   {0.000}   {0.000}   {0.000}
                    |   [0.000]   [0.000]   [0.000]
Inequality      (t-1)|   -0.616   -48.464  -23851.823
                    |   (0.284)  (26.397) (5800.250)
                    |   {0.030}   {0.066}   {0.000}
                    |  [-2.172]  [-1.836]  [-4.112]
CONST               |   30.702  -4012.408  1161601.417
                    |  (13.599) (1265.937) (278166.549)
                    |   {0.024}   {0.002}   {0.000}
                    |   [2.258]  [-3.170]   [4.176]
TREND(t-1)          |   -0.611  -232.039  -28634.553
                    |   (0.226)  (21.063) (4628.186)
                    |   {0.007}   {0.000}   {0.000}
                    |  [-2.701] [-11.016]  [-6.187]
-------------------------------------------------------------
```

VAR REPRESENTATION

```
modulus of the eigenvalues of the reverse characteristic polynomial:
|z| = ( 2.5816     2.5816     1.7924     1.7924     1.2104     1.2104
1.0000     7.6093     )
```

Legend:

```
=======
              Equation 1   Equation 2  ...
-----------------------------------------
Variable 1 | Coefficient          ...
           | (Std. Dev.)
           | {p - Value}
           | [t - Value]
Variable 2 |         ...
...
-----------------------------------------
```

Lagged endogenous term:
=======================

	govbond_10_real	GDP	Tax_Revenues	Inequality
govbond_10_real(t-1)	-0.042	8.691	251.416	0.084
	(0.209)	(13.159)	(1332.277)	(0.126)
	{0.840}	{0.509}	{0.850}	{0.506}
	[-0.202]	[0.660]	[0.189]	[0.665]
GDP (t-1)	-0.001	1.256	58.626	-0.002
	(0.004)	(0.226)	(22.850)	(0.002)
	{0.831}	{0.000}	{0.010}	{0.375}
	[-0.214]	[5.567]	[2.566]	[-0.886]
Tax_Revenues (t-1)	0.000	0.001	0.756	0.000
	(0.000)	(0.001)	(0.152)	(0.000)
	{0.133}	{0.478}	{0.000}	{0.235}
	[1.501]	[0.710]	[4.983]	[1.188]
Inequality (t-1)	0.131	43.021	517.675	0.584
	(0.285)	(17.985)	(1820.882)	(0.172)
	{0.646}	{0.017}	{0.776}	{0.001}
	[0.459]	[2.392]	[0.284]	[3.388]
govbond_10_real(t-2)	-0.049	-15.991	-9.646	-0.031
	(0.122)	(7.717)	(781.287)	(0.074)
	{0.691}	{0.038}	{0.990}	{0.679}
	[-0.398]	[-2.072]	[-0.012]	[-0.414]
GDP (t-2)	-0.007	-0.435	-12.739	0.002
	(0.003)	(0.197)	(19.941)	(0.002)
	{0.031}	{0.027}	{0.523}	{0.229}
	[-2.153]	[-2.206]	[-0.639]	[1.203]
Tax_Revenues (t-2)	0.000	-0.002	0.130	0.000
	(0.000)	(0.001)	(0.140)	(0.000)
	{0.607}	{0.102}	{0.353}	{0.432}
	[-0.515]	[-1.634]	[0.929]	[-0.785]
Inequality (t-2)	0.323	-1.296	-171.459	0.208
	(0.220)	(13.856)	(1402.860)	(0.133)
	{0.141}	{0.925}	{0.903}	{0.118}
	[1.471]	[-0.094]	[-0.122]	[1.562]

Deterministic term:
===================

	govbond_10_real	GDP	Tax_Revenues	Inequality
CONST (t)	24.858	-902.734	-309110.312	7.927
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]
TREND(t-1) (t)	1.708	80.106	-7531.074	-0.305
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]

Table 6, Column (3): Controlling For Trade Openness

```
VEC REPRESENTATION
endogenous variables:     govbond_10_real GDP Openness Inequality
exogenous variables:
deterministic variables:  CONST TREND
endogenous lags (diffs):  1
exogenous lags:           0
sample range:             [1952, 1991], T = 40
estimation procedure:     One stage. Johansen approach


Lagged endogenous term:
=======================
                         d(govbond_10_real)    d(GDP)  d(Openness)
d(Inequality)
------------------------------------------------------------------------------
---
d(govbond_10_real)(t-1)|    0.243     0.348     0.003    -0.109
                       |   (0.109)   (9.326)   (0.001)   (0.096)
                       |   {0.025}   {0.970}   {0.045}   {0.253}
                       |   [2.236]   [0.037]   [2.009]  [-1.143]
d(GDP)            (t-1)|    0.002     0.514     0.000    -0.004
                       |   (0.002)   (0.134)   (0.000)   (0.001)
                       |   {0.177}   {0.000}   {0.000}   {0.002}
                       |   [1.349]   [3.823]   [4.385]  [-3.042]
d(Openness)       (t-1)|  -34.364  -2034.040     0.049   -23.587
                       |  (10.215) (874.947)   (0.125)   (8.968)
                       |   {0.001}   {0.020}   {0.696}   {0.009}
                       |  [-3.364]  [-2.325]   [0.390]  [-2.630]
d(Inequality)     (t-1)|   -0.657    -1.644     0.001    -0.286
                       |   (0.153)  (13.130)   (0.002)   (0.135)
                       |   {0.000}   {0.900}   {0.697}   {0.034}
                       |  [-4.286]  [-0.125]   [0.389]  [-2.124]
------------------------------------------------------------------------------
---



Loading coefficients:
=====================
          d(govbond_10_real)    d(GDP)  d(Openness)  d(Inequality)
-------------------------------------------------------------------
ec1(t-1)|   -1.249     8.257    -0.005     0.283
        |   (0.169)  (14.445)   (0.002)   (0.148)
        |   {0.000}   {0.568}   {0.016}   {0.056}
        |  [-7.403]   [0.572]  [-2.420]   [1.913]
ec2(t-1)|   -0.004    -0.327     0.000     0.001
        |   (0.001)   (0.076)   (0.000)   (0.001)
        |   {0.000}   {0.000}   {0.030}   {0.474}
        |  [-4.349]  [-4.322]  [-2.173]   [0.715]
ec3(t-1)|  -20.613   648.865    -0.351     5.020
        |   (6.586) (564.128)   (0.080)   (5.782)
        |   {0.002}   {0.250}   {0.000}   {0.385}
        |  [-3.130]   [1.150]  [-4.367]   [0.868]
-------------------------------------------------------------------
```

Estimated cointegration relation(s):
==========

	ec1(t-1)	ec2(t-1)	ec3(t-1)
govbond_10_real(t-1)	1.000	0.000	0.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
GDP (t-1)	0.000	1.000	0.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
Openness (t-1)	0.000	0.000	1.000
	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]
Inequality (t-1)	-0.754	-51.068	0.013
	(0.206)	(31.081)	(0.007)
	{0.000}	{0.100}	{0.067}
	[-3.659]	[-1.643]	[1.829]
CONST	31.950	-4007.311	-0.873
	(9.418)	(1419.869)	(0.313)
	{0.001}	{0.005}	{0.005}
	[3.392]	[-2.822]	[-2.786]
TREND(t-1)	-0.499	-264.597	0.004
	(0.155)	(23.301)	(0.005)
	{0.001}	{0.000}	{0.394}
	[-3.232]	[-11.355]	[0.852]

VAR REPRESENTATION

modulus of the eigenvalues of the reverse characteristic polynomial:
|z| = (1.6129 1.6129 1.0000 1.4722 1.4722 6.3815
6.3815 1.3189)

Legend:
=======

	Equation 1	Equation 2	...
Variable 1	Coefficient		...
	(Std. Dev.)		
	{p - Value}		
	[t - Value]		
Variable 2	...		
...			

Lagged endogenous term:
=======================

	govbond_10_real	GDP	Openness	Inequality
govbond_10_real(t-1)	-0.005	8.605	-0.002	0.174
	(0.201)	(17.194)	(0.002)	(0.176)
	{0.980}	{0.617}	{0.346}	{0.323}
	[-0.025]	[0.500]	[-0.943]	[0.987]
GDP (t-1)	-0.002	1.186	0.000	-0.004
	(0.002)	(0.154)	(0.000)	(0.002)
	{0.337}	{0.000}	{0.006}	{0.022}
	[-0.961]	[7.692]	[2.752]	[-2.298]
Openness (t-1)	-54.977	-1385.175	0.697	-18.567
	(12.154)	(1041.045)	(0.148)	(10.670)
	{0.000}	{0.183}	{0.000}	{0.082}
	[-4.523]	[-1.331]	[4.696]	[-1.740]
Inequality (t-1)	0.223	16.988	0.001	0.535
	(0.183)	(15.673)	(0.002)	(0.161)
	{0.223}	{0.278}	{0.567}	{0.001}
	[1.217]	[1.084]	[0.573]	[3.331]
govbond_10_real(t-2)	-0.243	-0.348	-0.003	0.109
	(0.109)	(9.326)	(0.001)	(0.096)
	{0.025}	{0.970}	{0.045}	{0.253}
	[-2.236]	[-0.037]	[-2.009]	[1.143]
GDP (t-2)	-0.002	-0.514	0.000	0.004
	(0.002)	(0.134)	(0.000)	(0.001)
	{0.177}	{0.000}	{0.000}	{0.002}
	[-1.349]	[-3.823]	[-4.385]	[3.042]
Openness (t-2)	34.364	2034.040	-0.049	23.587
	(10.215)	(874.947)	(0.125)	(8.968)
	{0.001}	{0.020}	{0.696}	{0.009}
	[3.364]	[2.325]	[-0.390]	[2.630]
Inequality (t-2)	0.657	1.644	-0.001	0.286
	(0.153)	(13.130)	(0.002)	(0.135)
	{0.000}	{0.900}	{0.697}	{0.034}
	[4.286]	[0.125]	[-0.389]	[2.124]

Deterministic term:
===================

	govbond_10_real	GDP	Openness	Inequality
CONST (t)	-6.480	1009.291	0.242	2.441
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]
TREND(t-1) (t)	1.551	85.349	0.007	-0.266
	(0.000)	(0.000)	(0.000)	(0.000)
	{0.000}	{0.000}	{0.000}	{0.000}
	[0.000]	[0.000]	[0.000]	[0.000]

Table 6, Column (4): Controlling for High-School Education

VEC REPRESENTATION
endogenous variables: govbond_10_real GDP Secondary_Enrolment Inequality
exogenous variables:
deterministic variables: CONST TREND
endogenous lags (diffs): 1
exogenous lags: 0
sample range: [1950, 1991], T = 42
estimation procedure: One stage. Johansen approach

Lagged endogenous term:

	d(govbond_10_real)	d(GDP)	d(Secondary_Enrolment)	d(Inequality)
d(govbond_10_real) (t-1)	0.054	12.208	0.406	-0.010
	(0.117)	(7.018)	(0.364)	(0.066)
	{0.644}	{0.082}	{0.264}	{0.874}
	[0.462]	[1.740]	[1.117]	[-0.158]
d(GDP) (t-1)	0.003	0.593	0.001	-0.003
	(0.002)	(0.102)	(0.005)	(0.001)
	{0.049}	{0.000}	{0.892}	{0.001}
	[1.971]	[5.830]	[0.135]	[-3.329]
d(Secondary_Enrolment) (t-1)	-0.078	0.829	1.037	-0.022
	(0.025)	(1.519)	(0.079)	(0.014)
	{0.002}	{0.585}	{0.000}	{0.123}
	[-3.073]	[0.546]	[13.179]	[-1.541]
d(Inequality) (t-1)	-0.443	5.138	0.212	-0.279
	(0.214)	(12.791)	(0.663)	(0.120)
	{0.038}	{0.688}	{0.749}	{0.021}
	[-2.071]	[0.402]	[0.320]	[-2.315]

Loading coefficients:

	d(govbond_10_real)	d(GDP)	d(Secondary_Enrolment)	d(Inequality)
ec1(t-1)	-1.174	-6.633	0.253	0.065
	(0.167)	(9.997)	(0.518)	(0.094)
	{0.000}	{0.507}	{0.626}	{0.492}
	[-7.024]	[-0.663]	[0.488]	[0.688]
ec2(t-1)	-0.007	-0.456	-0.007	-0.002
	(0.001)	(0.087)	(0.005)	(0.001)
	{0.000}	{0.000}	{0.127}	{0.053}
	[-4.530]	[-5.214]	[-1.528]	[-1.935]
ec3(t-1)	-0.012	-1.568	-0.149	-0.018
	(0.012)	(0.735)	(0.038)	(0.007)
	{0.320}	{0.033}	{0.000}	{0.008}
	[-0.995]	[-2.134]	[-3.918]	[-2.645]

Estimated cointegration relation(s):
```
                                   ec1(t-1)  ec2(t-1)  ec3(t-1)
-------------------------------------------------------------
govbond_10_real    (t-1)|    1.000     0.000     0.000
                        |   (0.000)   (0.000)   (0.000)
                        |   {0.000}   {0.000}   {0.000}
                        |   [0.000]   [0.000]   [0.000]
GDP                (t-1)|    0.000     1.000     0.000
                        |   (0.000)   (0.000)   (0.000)
                        |   {0.000}   {0.000}   {0.000}
                        |   [0.000]   [0.000]   [0.000]
Secondary_Enrolment(t-1)|    0.000     0.000     1.000
                        |   (0.000)   (0.000)   (0.000)
                        |   {0.000}   {0.000}   {0.000}
                        |   [0.000]   [0.000]   [0.000]
Inequality         (t-1)|   -0.436   -56.638    16.876
                        |   (0.244)  (39.661)   (5.215)
                        |   {0.074}   {0.153}   {0.001}
                        |  [-1.788]  [-1.428]   [3.236]
CONST                   |   18.977  -3262.123  -1224.062
                        |  (11.741) (1912.191) (251.433)
                        |   {0.106}   {0.088}   {0.000}
                        |   [1.616]  [-1.706]  [-4.868]
TREND(t-1)              |   -0.240  -271.061     0.237
                        |   (0.191)  (31.032)   (4.080)
                        |   {0.207}   {0.000}   {0.954}
                        |  [-1.261]  [-8.735]   [0.058]
-------------------------------------------------------------
```

VAR REPRESENTATION

modulus of the eigenvalues of the reverse characteristic polynomial:
|z| = (2.8007 2.8007 1.3666 1.3666 3.7423 1.1111
1.1111 1.0000)

Legend:
```
              Equation 1   Equation 2  ...
-----------------------------------------
Variable 1 | Coefficient          ...
           | (Std. Dev.)
           | {p - Value}
           | [t - Value]
Variable 2 |         ...
...
-----------------------------------------
```

Lagged endogenous term:
=======================

		govbond_10_real	GDP	Secondary_Enrolment	Inequality
govbond_10_real	(t-1)	-0.120	5.575	0.659	0.054
		(0.204)	(12.215)	(0.633)	(0.115)
		{0.558}	{0.648}	{0.298}	{0.637}
		[-0.587]	[0.456]	[1.041]	[0.472]
GDP	(t-1)	-0.003	1.138	-0.006	-0.005
		(0.002)	(0.134)	(0.007)	(0.001)
		{0.146}	{0.000}	{0.372}	{0.000}
		[-1.455]	[8.483]	[-0.892]	[-3.786]
Secondary_Enrolment	(t-1)	-0.090	-0.738	1.888	-0.040
		(0.028)	(1.687)	(0.087)	(0.016)
		{0.001}	{0.662}	{0.000}	{0.011}
		[-3.199]	[-0.438]	[21.600]	[-2.538]
Inequality	(t-1)	0.237	7.371	-2.022	0.475
		(0.289)	(17.299)	(0.896)	(0.163)
		{0.413}	{0.670}	{0.024}	{0.004}
		[0.819]	[0.426]	[-2.257]	[2.918]
govbond_10_real	(t-2)	-0.054	-12.208	-0.406	0.010
		(0.117)	(7.018)	(0.364)	(0.066)
		{0.644}	{0.082}	{0.264}	{0.874}
		[-0.462]	[-1.740]	[-1.117]	[0.158]
GDP	(t-2)	-0.003	-0.593	-0.001	0.003
		(0.002)	(0.102)	(0.005)	(0.001)
		{0.049}	{0.000}	{0.892}	{0.001}
		[-1.971]	[-5.830]	[-0.135]	[3.329]
Secondary_Enrolment	(t-2)	0.078	-0.829	-1.037	0.022
		(0.025)	(1.519)	(0.079)	(0.014)
		{0.002}	{0.585}	{0.000}	{0.123}
		[3.073]	[-0.546]	[-13.179]	[1.541]
Inequality	(t-2)	0.443	-5.138	-0.212	0.279
		(0.214)	(12.791)	(0.663)	(0.120)
		{0.038}	{0.688}	{0.749}	{0.021}
		[2.071]	[-0.402]	[-0.320]	[2.315]

Deterministic term:
===================

		govbond_10_real	GDP	Secondary_Enrolment	Inequality
CONST	(t)	14.261	3279.267	209.842	28.788
		(0.000)	(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]	[0.000]
TREND(t-1)	(t)	2.073	124.706	1.778	0.411
		(0.000)	(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]	[0.000]

Table 6, Column (5): Controlling for University Education

VEC REPRESENTATION
endogenous variables: govbond_10_real GDP University_Enrolment Inequality
exogenous variables:
deterministic variables: CONST TREND
endogenous lags (diffs): 1
exogenous lags: 0
sample range: [1950, 1991], T = 42
estimation procedure: One stage. Johansen approach

Lagged endogenous term:

		d(govbond_10_real)	d(GDP)	d(University_Enrolment)	d(Inequality)
d(govbond_10_real)	(t-1)	0.274	-0.284	0.017	-0.087
		(0.151)	(8.860)	(0.060)	(0.096)
		{0.070}	{0.974}	{0.771}	{0.364}
		[1.813]	[-0.032]	[0.291]	[-0.908]
d(GDP)	(t-1)	0.002	0.442	0.000	-0.005
		(0.002)	(0.136)	(0.001)	(0.001)
		{0.306}	{0.001}	{0.636}	{0.001}
		[1.025]	[3.237]	[0.474]	[-3.378]
d(University_Enrolment)	(t-1)	-0.366	1.461	0.583	0.018
		(0.241)	(14.083)	(0.095)	(0.152)
		{0.128}	{0.917}	{0.000}	{0.904}
		[-1.522]	[0.104]	[6.123]	[0.120]
d(Inequality)	(t-1)	-0.667	11.006	-0.080	-0.178
		(0.223)	(13.029)	(0.088)	(0.141)
		{0.003}	{0.398}	{0.366}	{0.206}
		[-2.998]	[0.845]	[-0.904]	[-1.265]

Loading coefficients:

	d(govbond_10_real)	d(GDP)	d(University_Enrolment)	d(Inequality)
ec1(t-1)	-1.403	17.695	-0.143	0.273
	(0.226)	(13.243)	(0.090)	(0.143)
	{0.000}	{0.181}	{0.111}	{0.056}
	[-6.199]	[1.336]	[-1.593]	[1.907]
ec2(t-1)	-0.003	-0.356	0.000	0.001
	(0.001)	(0.085)	(0.001)	(0.001)
	{0.075}	{0.000}	{0.888}	{0.393}
	[-1.779]	[-4.181]	[0.141]	[0.855]
ec3(t-1)	-0.298	8.542	-0.113	0.028
	(0.075)	(4.398)	(0.030)	(0.047)
	{0.000}	{0.052}	{0.000}	{0.561}
	[-3.964]	[1.942]	[-3.800]	[0.582]

Estimated cointegration relation(s):
===================================

		ec1(t-1)	ec2(t-1)	ec3(t-1)
govbond_10_real	(t-1)	1.000	0.000	0.000
		(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]
GDP	(t-1)	0.000	1.000	0.000
		(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]
University_Enrolment	(t-1)	0.000	0.000	1.000
		(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]
Inequality	(t-1)	-0.424	-76.759	-1.827
		(0.234)	(30.484)	(0.934)
		{0.070}	{0.012}	{0.051}
		[-1.811]	[-2.518]	[-1.955]
CONST		22.429	-2697.624	91.016
		(11.132)	(1448.497)	(44.403)
		{0.044}	{0.063}	{0.040}
		[2.015]	[-1.862]	[2.050]
TREND(t-1)		-0.210	-285.539	-6.991
		(0.186)	(24.215)	(0.742)
		{0.259}	{0.000}	{0.000}
		[-1.128]	[-11.792]	[-9.418]

VAR REPRESENTATION

modulus of the eigenvalues of the reverse characteristic polynomial:
|z| = (1.6493 1.6493 5.8620 1.3501 1.3501 1.2515
1.2515 1.0000)

Legend:
=======

	Equation 1	Equation 2	...
Variable 1	Coefficient		...
	(Std. Dev.)		
	{p - Value}		
	[t - Value]		
Variable 2	...		
...			

Lagged endogenous term:
=======================

		govbond_10_real	GDP	University_Enrolment	Inequality
govbond_10_real	(t-1)	-0.128	17.411	-0.125	0.186
		(0.272)	(15.934)	(0.108)	(0.172)
		{0.637}	{0.275}	{0.245}	{0.280}
		[-0.472]	[1.093]	[-1.162]	[1.080]
GDP	(t-1)	0.000	1.086	0.001	-0.004
		(0.003)	(0.161)	(0.001)	(0.002)
		{0.943}	{0.000}	{0.634}	{0.016}
		[-0.071]	[6.754]	[0.476]	[-2.415]
University_Enrolment	(t-1)	-0.664	10.003	1.470	0.046
		(0.252)	(14.754)	(0.100)	(0.159)
		{0.008}	{0.498}	{0.000}	{0.773}
		[-2.635]	[0.678]	[14.733]	[0.288]
Inequality	(t-1)	0.671	15.186	0.181	0.596
		(0.296)	(17.351)	(0.117)	(0.187)
		{0.024}	{0.381}	{0.123}	{0.001}
		[2.261]	[0.875]	[1.544]	[3.183]
govbond_10_real	(t-2)	-0.274	0.284	-0.017	0.087
		(0.151)	(8.860)	(0.060)	(0.096)
		{0.070}	{0.974}	{0.771}	{0.364}
		[-1.813]	[0.032]	[-0.291]	[0.908]
GDP	(t-2)	-0.002	-0.442	0.000	0.005
		(0.002)	(0.136)	(0.001)	(0.001)
		{0.306}	{0.001}	{0.636}	{0.001}
		[-1.025]	[-3.237]	[-0.474]	[3.378]
University_Enrolment	(t-2)	0.366	-1.461	-0.583	-0.018
		(0.241)	(14.083)	(0.095)	(0.152)
		{0.128}	{0.917}	{0.000}	{0.904}
		[1.522]	[-0.104]	[-6.123]	[-0.120]
Inequality	(t-2)	0.667	-11.006	0.080	0.178
		(0.223)	(13.029)	(0.088)	(0.141)
		{0.003}	{0.398}	{0.366}	{0.206}
		[2.998]	[-0.845]	[0.904]	[1.265]

Deterministic term:
===================

		govbond_10_real	GDP	University_Enrolment	Inequality
CONST	(t)	-51.603	2133.550	-13.706	6.508
		(0.000)	(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]	[0.000]
TREND(t-1)	(t)	3.115	38.105	0.797	-0.474
		(0.000)	(0.000)	(0.000)	(0.000)
		{0.000}	{0.000}	{0.000}	{0.000}
		[0.000]	[0.000]	[0.000]	[0.000]