

Web Appendix for: Divergent Inflation Rates in EMU

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This web appendix contains a number of ancillary tables.

Table A1 reports the first-stage regressions for our instrumental variables procedure. It shows that both the lagged fiscal stance and the lagged output gap have considerable explanatory power for the current value of the fiscal stance, while the lagged output gap is a good predictor for the current value of the output gap.

Table A2 repeats the specifications in Table 6 in the main text, but now with TSLS rather than GMM as the IV estimator. This makes little difference to the results.

Table A3 repeats the specifications in Table 7 in the main text, but now with TSLS rather than GMM as the IV estimator. This makes little difference to the results.

Table A4 shows the TSLS results for the specifications in Table 8 of the paper.

Table A5 reports the findings for each of the six inflation measures studied in Tables 5-6 when countries are excluded from the sample one-at-a-time, under OLS estimation.

Table A6 reports the findings for each of the six inflation measures studied in Tables 5-6 when countries are excluded from the sample one-at-a-time, under GMM estimation.

Table A1: First Stage OLS Estimation

	(1)	(2)	(3)	(4)
Fiscal Stance	0.57 (3.12)***	0.60 (3.59)***		-0.15 (-1.01)
Output Gap		-0.43 (-2.60)**	0.76 (5.24)***	0.77 (5.30)***
SE of Regression	1.67	1.52	1.32	1.32
Adjusted R Squared	0.23	0.36	0.48	0.48

Source: Authors' Calculations.

Notes:

***, **, * denotes significance at the 1%, 5%, and 10% levels respectively.

Table A2: Two-Stage Least Squares

	(1)	(2)	(3)	(4)	(5)	(6)
Effective Exchange Rate	-0.28 (-2.33)**	-0.37 (-3.41)***	-0.26 (-2.22)**	-0.92 (-1.89)*	-0.36 (-1.585)	-0.35 (1.750)*
Output Gap	0.23 (2.57)**	0.27 (3.01)***	0.34 (4.22)***	-0.34 (-1.19)	0.37 (2.298)**	0.71 (4.730)***
Fiscal Stance	0.07 (0.96)	0.25 (2.81)***	0.14 (1.69)	-0.58 (-1.96)*	0.11 (0.682)	0.21 (1.475)
Lagged Price Level	-0.03 (-3.13)***	-0.04 (-4.53)***	-0.05 (-4.87)***	-0.02 (-0.89)	-0.07 (-5.436)***	-0.02 (-1.473)
SE of Regression	0.73	0.70	0.65	1.86	0.89	0.92
Adjusted R Squared	0.60	0.62	0.73	0.80	0.65	0.65

Source: Authors' Calculations

Notes:

***, **, * denotes significance at the 1%, 5%, and 10 % levels respectively.

Table A3: TSLS Estimation

	(1)	(2)	(3)	(4)
Effective Exchange Rate	-0.27 (-2.18)**	-0.31 (-2.82)**	-0.26 (-1.97)*	-0.03 (-1.26)
Output Gap	0.24 (2.55)**	0.26 (1.71)	0.24 (2.53)**	0.24 (1.66)
Fiscal Stance	0.07 (0.921)	0.04 (0.49)	0.08 (0.96)	0.08 (1.06)
Lagged Price Level	-0.04 (-1.83)*	-0.04 (-1.90)*	-0.04 (-1.99)*	-0.04 (-1.75)*
Lagged PROD Level	0.004 (0.42)	0.004 (0.44)		
D(PROD)		-0.07 (-0.28)		
LYPC			0.002 (0.41)	0.002 (0.35)
D(LYPC)				0.003 (0.02)
SE of Regression	0.75	0.76	0.75	0.76
Adjusted R Squared	0.59	0.57	0.59	0.57

Source: Authors' Calculations.

Notes:

***, **, * denotes significance at the 1%, 5%, and 10% levels respectively.

Table A4: Fiscal Estimation TSLS

	(1)	(2)	(3)
Effective Exchange Rate	-0.27 (-2.14)**	-0.23 (-1.65)	-0.27 (-1.34)
Fiscal Stance			
Fiscal Stance A		0.11 (1.59)	
Fiscal Stance B			-0.003 (-0.01)
OGAP	0.21 (2.27)**	0.23 (2.44)**	0.21 (2.03)*
Lagged Price Level	-0.03 (-3.42)***	-0.03 (-3.91)***	-0.03 (-3.46)***
SE of Regression	0.71	0.71	0.73
Adjusted R Squared	0.62	0.62	0.60

Source: Authors' Calculations.

Notes:

***, **, * denotes significance at the 1%, 5%, and 10% levels respectively.

Table A5: OLS Estimation - Robustness**TABLE A5A: CONSUMER PRICE INDEX**

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.28	-2.71	0.22	2.65	0.02	0.32	-0.03	-2.88	0.69
Austria	-0.18	-1.30	0.25	2.99	-0.01	-0.07	-0.03	-2.19	0.67
Belgium	-0.28	-2.51	0.22	2.57	0.04	0.42	-0.03	-2.76	0.68
Finland	-0.27	-2.25	0.21	2.19	-0.02	-0.14	-0.03	-2.72	0.68
France	-0.24	-2.13	0.22	2.57	0.02	0.27	-0.03	-2.32	0.68
Germany	-0.30	-2.55	0.21	2.02	0.03	0.30	-0.03	-2.32	0.66
Ireland	-0.42	-1.71	0.19	1.18	0.00	-0.03	-0.03	-2.62	0.62
Italy	-0.27	-2.71	0.22	2.18	0.03	0.32	-0.03	-2.80	0.69
Netherlands	-0.32	-2.84	0.22	2.70	0.08	1.90	-0.04	-3.76	0.84
Portugal	-0.27	-2.28	0.23	2.79	0.00	0.03	-0.03	-2.52	0.69
Spain	-0.23	-2.45	0.25	2.77	0.04	0.57	-0.03	-2.97	0.71
Mean	-0.28	-2.27	0.22	2.40	0.02	0.36	-0.03	-2.70	0.69
St Dev	0.06	0.47	0.02	0.53	0.03	0.59	0.003	0.45	0.06
Max	-0.18	-1.30	0.25	2.99	0.08	1.90	-0.03	-2.19	0.84
Min	-0.42	-2.84	0.19	1.18	-0.02	-0.14	-0.04	-3.76	0.62
Range	0.24	1.54	0.06	1.80	0.11	2.04	0.01	1.57	0.21

Source: Author's Calculations

TABLE A5B: PRIVATE CONSUMPTION DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.46	-4.64	0.16	2.97	0.14	1.73	-0.04	-4.52	0.74
Austria	-0.41	-2.80	0.17	2.86	0.12	1.38	-0.04	-3.58	0.71
Belgium	-0.47	-4.43	0.16	2.90	0.15	1.74	-0.04	-4.27	0.73
Finland	-0.38	-3.30	0.15	2.57	0.00	-0.03	-0.04	-4.28	0.73
France	-0.42	-3.76	0.16	2.67	0.13	1.75	-0.03	-3.73	0.75
Germany	-0.58	-6.99	0.09	1.64	0.13	1.53	-0.03	-3.34	0.73
Ireland	-0.63	-2.43	0.25	1.65	0.11	1.00	-0.04	-4.01	0.69
Italy	-0.40	-4.11	0.20	3.38	0.15	1.90	-0.04	-4.52	0.75
Netherlands	-0.53	-5.46	0.14	2.71	0.19	3.34	-0.04	-6.34	0.87
Portugal	-0.43	-3.81	0.17	3.21	0.12	1.32	-0.04	-3.59	0.73
Spain	-0.43	-4.19	0.17	3.00	0.16	2.09	-0.04	-4.60	0.74
Mean	-0.47	-4.13	0.17	2.66	0.13	1.60	-0.04	-4.22	0.74
St Dev	0.08	1.32	0.04	0.59	0.05	0.85	0.01	0.86	0.05
Max	-0.38	-2.43	0.25	3.38	0.19	3.34	-0.03	-3.34	0.87
Min	-0.63	-6.99	0.09	1.64	0.00	-0.03	-0.04	-6.34	0.69
Range	0.25	4.57	0.17	1.73	0.19	3.37	0.01	3.00	0.18

Source: Author's Calculations

TABLE A5C: CONSUMER PRICE INDEX, EXCLUDING ENERGY

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.30	-2.62	0.28	3.81	0.04	0.64	-0.04	-4.86	0.81
Austria	-0.26	-1.68	0.29	3.93	0.02	0.33	-0.04	-4.04	0.80
Belgium	-0.29	-2.41	0.28	3.79	0.04	0.50	-0.04	-4.47	0.80
Finland	-0.24	-2.09	0.28	3.42	-0.04	-0.28	-0.04	-4.72	0.80
France	-0.28	-2.41	0.28	3.70	0.04	0.59	-0.04	-4.18	0.80
Germany	-0.38	-2.69	0.23	2.48	0.03	0.44	-0.04	-3.85	0.79
Ireland	-0.44	-1.65	0.23	1.62	0.03	0.26	-0.04	-4.37	0.76
Italy	-0.26	-2.52	0.30	3.52	0.05	0.76	-0.04	-4.62	0.82
Netherlands	-0.32	-2.60	0.28	4.17	0.09	1.92	-0.05	-6.46	0.90
Portugal	-0.29	-2.17	0.28	3.86	0.03	0.48	-0.04	-3.06	0.78
Spain	-0.26	-2.55	0.30	3.91	0.07	1.14	-0.04	-6.88	0.84
Mean	-0.30	-2.28	0.28	3.44	0.04	0.61	-0.04	-4.66	0.81
St Dev	0.06	0.37	0.03	0.79	0.03	0.58	0.00	1.16	0.04
Max	-0.24	-1.65	0.30	4.17	0.09	1.92	-0.04	-3.06	0.90
Min	-0.44	-2.69	0.23	1.62	-0.04	-0.28	-0.05	-6.88	0.76
Range	0.20	1.04	0.07	2.55	0.13	2.20	0.01	3.82	0.14

Source: Author's Calculations

TABLE A5D: GDP DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.39	-1.97	0.34	3.62	0.08	0.67	-0.07	-6.20	0.72
Austria	-0.37	-1.46	0.35	3.32	0.07	0.53	-0.06	-5.14	0.70
Belgium	-0.38	-1.75	0.34	3.53	0.08	0.65	-0.06	-5.72	0.72
Finland	-0.36	-1.50	0.33	3.26	0.03	0.15	-0.06	-6.02	0.73
France	-0.36	-1.73	0.34	3.36	0.07	0.62	-0.06	-5.36	0.70
Germany	-0.59	-4.36	0.24	3.05	0.09	0.83	-0.06	-5.03	0.73
Ireland	-0.29	-1.02	0.42	2.00	0.04	0.26	-0.06	-5.45	0.67
Italy	-0.37	-1.65	0.35	2.91	0.08	0.69	-0.06	-6.15	0.72
Netherlands	-0.46	-2.53	0.33	3.70	0.14	1.41	-0.07	-8.17	0.84
Portugal	-0.33	-1.57	0.36	3.64	0.04	0.32	-0.08	-5.40	0.72
Spain	-0.35	-1.57	0.37	3.57	0.07	0.57	-0.06	-5.04	0.72
Mean	-0.39	-1.91	0.34	3.24	0.07	0.60	-0.07	-5.75	0.73
St Dev	0.08	0.94	0.04	0.50	0.03	0.35	0.01	0.94	0.05
Max	-0.29	-1.02	0.42	3.70	0.14	1.41	-0.06	-5.03	0.84
Min	-0.59	-4.36	0.24	2.00	0.03	0.15	-0.08	-8.17	0.67
Range	0.30	3.34	0.18	1.70	0.11	1.26	0.02	3.14	0.17

Source: Author's Calculations

TABLE A5E: IMPORT PRICE DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.79	-1.83	-0.14	-0.66	-0.32	-1.39	-0.03	-1.42	0.86
Austria	-0.57	-1.32	-0.11	-0.49	-0.45	-2.24	-0.02	-0.82	0.90
Belgium	-1.01	-2.31	-0.14	-0.60	-0.20	-0.90	-0.04	-2.16	0.87
Finland	-0.99	-2.13	-0.20	-0.91	-0.20	-0.56	-0.03	-1.34	0.85
France	-0.74	-1.61	-0.16	-0.74	-0.37	-1.49	-0.02	-0.87	0.86
Germany	-0.93	-1.83	-0.23	-0.84	-0.35	-1.39	-0.03	-0.93	0.85
Ireland	-0.10	-0.15	-0.41	-1.05	-0.19	-0.85	-0.04	-1.58	0.86
Italy	-0.59	-1.69	0.04	0.25	-0.25	-1.11	-0.03	-1.39	0.86
Netherlands	-0.95	-1.94	-0.23	-1.00	-0.33	-1.34	-0.03	-1.38	0.85
Portugal	-0.59	-1.45	-0.06	-0.31	-0.39	-1.53	-0.07	-2.34	0.86
Spain	-0.76	-1.67	-0.11	-0.46	-0.33	-1.16	-0.03	-0.88	0.84
Mean	-0.72	-1.61	-0.16	-0.61	-0.30	-1.26	-0.03	-1.37	0.86
St Dev	0.28	0.59	0.12	0.39	0.09	0.46	0.02	0.54	0.02
Max	-0.10	-0.15	0.04	0.25	-0.19	-0.56	-0.02	-0.82	0.90
Min	-1.01	-2.31	-0.41	-1.05	-0.45	-2.24	-0.07	-2.34	0.84
Range	0.92	2.16	0.45	1.31	0.27	1.69	0.05	1.52	0.06

Source: Author's Calculations

TABLE A5F: WAGE INDEX

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.44	-2.23	0.59	4.14	0.10	1.13	-0.01	-1.12	0.75
Austria	-0.35	-1.41	0.62	3.99	0.07	0.69	-0.01	-0.69	0.75
Belgium	-0.39	-1.91	0.60	3.99	0.08	0.92	-0.01	-0.89	0.76
Finland	-0.32	-1.52	0.61	4.17	-0.03	-0.16	-0.01	-1.15	0.75
France	-0.48	-2.57	0.60	4.36	0.13	1.55	-0.02	-1.95	0.81
Germany	-0.64	-4.43	0.51	3.83	0.07	0.92	-0.01	-0.82	0.80
Ireland	-0.32	-0.72	0.63	3.22	0.14	1.41	-0.01	-1.34	0.50
Italy	-0.50	-2.11	0.54	2.99	0.08	0.80	-0.01	-1.26	0.74
Netherlands	-0.37	-1.78	0.64	3.95	0.12	1.28	-0.01	-1.18	0.76
Portugal	-0.51	-2.42	0.56	3.76	0.13	1.56	0.001	0.19	0.77
Spain	-0.44	-2.26	0.59	3.92	0.11	1.03	-0.01	-0.98	0.74
Mean	-0.43	-2.11	0.59	3.82	0.09	1.00	-0.01	-1.01	0.74
St Dev	0.10	0.98	0.04	0.42	0.05	0.51	0.01	0.55	0.09
Max	-0.32	-0.72	0.64	4.36	0.14	1.56	0.001	0.19	0.81
Min	-0.64	-4.43	0.51	2.99	-0.03	-0.16	-0.02	-1.95	0.50
Range	0.32	3.71	0.13	1.37	0.16	1.71	0.02	2.14	0.31

Source: Author's Calculations

Table A6: GMM Estimation - Robustness**TABLE A6A: CONSUMER PRICE INDEX**

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.28	-3.43	0.23	3.99	0.07	1.71	-0.03	-4.53	0.68
Austria	-0.19	-2.08	0.27	4.76	0.05	0.85	-0.03	-2.73	0.67
Belgium	-0.28	-3.47	0.24	3.92	0.08	1.40	-0.03	-3.70	0.67
Finland	-0.37	-3.13	0.32	1.75	0.45	0.68	-0.04	-2.36	0.53
France	-0.28	-2.78	0.20	2.95	0.04	0.67	-0.03	-3.19	0.68
Germany	-0.30	-3.09	0.23	2.65	0.08	1.19	-0.03	-3.10	0.66
Ireland	-0.44	-2.07	0.27	2.13	0.06	0.76	-0.03	-3.35	0.61
Italy	-0.29	-3.31	0.21	2.82	0.06	1.03	-0.03	-3.79	0.69
Netherlands	-0.35	-4.12	0.19	3.34	0.07	1.97	-0.03	-4.99	0.84
Portugal	-0.26	-2.82	0.26	4.66	0.08	1.90	-0.04	-3.44	0.67
Spain	-0.25	-3.30	0.24	3.79	0.08	1.35	-0.04	-4.09	0.71
Mean	-0.30	-3.02	0.24	3.28	0.10	1.18	-0.03	-3.47	0.67
St Dev	0.07	0.62	0.04	1.01	0.12	0.48	0.003	0.74	0.08
Max	-0.19	-2.07	0.32	4.76	0.45	1.97	-0.03	-2.36	0.84
Min	-0.44	-4.12	0.19	1.75	0.04	0.67	-0.04	-4.99	0.53
Range	0.25	2.05	0.13	3.01	0.41	1.30	0.01	2.63	0.30

Source: Author's Calculations

TABLE A6B: PRIVATE CONSUMPTION DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.37	-4.07	0.27	2.95	0.25	3.22	-0.04	-5.10	0.70
Austria	-0.32	-2.17	0.29	2.99	0.23	2.85	-0.04	-3.73	0.67
Belgium	-0.38	-3.56	0.28	2.92	0.26	3.26	-0.04	-4.86	0.68
Finland	-0.49	-2.33	0.43	1.23	0.90	0.72	-0.05	-1.87	0.07
France	-0.37	-3.32	0.23	2.63	0.20	3.47	-0.04	-4.55	0.73
Germany	-0.45	-4.21	0.22	2.05	0.22	2.81	-0.04	-3.86	0.69
Ireland	-0.71	-2.79	0.42	2.76	0.15	1.74	-0.04	-4.06	0.66
Italy	-0.30	-2.66	0.33	3.23	0.30	3.20	-0.04	-5.61	0.70
Netherlands	-0.49	-5.87	0.18	2.79	0.22	3.20	-0.05	-6.30	0.87
Portugal	-0.32	-2.97	0.31	3.34	0.25	3.32	-0.05	-3.59	0.67
Spain	-0.36	-3.45	0.26	2.92	0.28	3.23	-0.05	-4.47	0.71
Mean	-0.42	-3.33	0.30	2.69	0.30	2.78	-0.04	-4.29	0.64
St Dev	0.12	1.08	0.08	0.62	0.21	0.87	0.01	1.21	0.21
Max	-0.30	-2.17	0.43	3.34	0.90	3.47	-0.04	-1.87	0.87
Min	-0.71	-5.87	0.18	1.23	0.15	0.72	-0.05	-6.30	0.07
Range	0.40	3.70	0.24	2.11	0.74	2.74	0.02	4.43	0.79

Source: Author's Calculations

TABLE A6C: CONSUMER PRICE INDEX, EXCLUDING ENERGY

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.26	-2.88	0.34	6.13	0.13	2.78	-0.05	-7.37	0.79
Austria	-0.22	-2.06	0.36	6.38	0.12	2.20	-0.04	-5.54	0.77
Belgium	-0.26	-2.97	0.34	6.10	0.13	2.42	-0.05	-6.33	0.78
Finland	-0.31	-3.06	0.39	2.27	0.35	0.62	-0.05	-3.56	0.71
France	-0.26	-2.74	0.32	5.65	0.11	2.53	-0.04	-6.22	0.79
Germany	-0.31	-3.24	0.31	4.78	0.12	2.34	-0.04	-5.64	0.77
Ireland	-0.50	-2.32	0.38	4.18	0.09	1.26	-0.04	-5.76	0.73
Italy	-0.23	-2.98	0.36	6.16	0.15	2.95	-0.04	-6.95	0.80
Netherlands	-0.27	-2.98	0.34	6.88	0.15	2.79	-0.05	-8.51	0.89
Portugal	-0.25	-2.47	0.35	6.81	0.14	2.86	-0.05	-4.28	0.76
Spain	-0.24	-3.13	0.34	6.41	0.14	3.60	-0.05	-8.15	0.83
Mean	-0.29	-2.79	0.35	5.56	0.15	2.36	-0.05	-6.09	0.78
St Dev	0.08	0.39	0.02	1.44	0.07	0.86	0.002	1.54	0.05
Max	-0.22	-2.06	0.39	6.88	0.35	3.60	-0.04	-3.56	0.89
Min	-0.50	-3.24	0.31	2.27	0.09	0.62	-0.05	-8.51	0.71
Range	0.28	1.19	0.08	4.61	0.25	2.97	0.01	4.95	0.18

Source: Author's Calculations

TABLE A6D: GDP DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.36	-2.21	0.37	2.67	0.11	1.09	-0.07	-7.31	0.72
Austria	-0.35	-1.37	0.38	2.49	0.11	1.05	-0.07	-5.51	0.70
Belgium	-0.35	-1.80	0.37	2.50	0.10	0.90	-0.07	-6.09	0.72
Finland	-0.58	-1.66	0.68	1.35	1.36	0.81	-0.09	-2.19	-0.06
France	-0.36	-1.93	0.34	2.42	0.08	0.87	-0.06	-5.74	0.70
Germany	-0.57	-2.96	0.24	1.56	0.06	0.59	-0.06	-5.83	0.73
Ireland	-0.34	-1.10	0.55	2.26	0.09	0.70	-0.07	-5.79	0.66
Italy	-0.34	-1.53	0.40	2.32	0.13	0.99	-0.07	-7.03	0.72
Netherlands	-0.54	-3.05	0.24	2.23	0.06	0.62	-0.07	-7.28	0.83
Portugal	-0.27	-1.40	0.43	3.09	0.11	1.23	-0.08	-6.99	0.71
Spain	-0.32	-1.61	0.39	2.67	0.08	0.75	-0.06	-5.36	0.72
Mean	-0.40	-1.84	0.40	2.29	0.22	0.85	-0.07	-5.78	0.64
St Dev	0.11	0.66	0.13	0.51	0.40	0.20	0.01	1.43	0.25
Max	-0.27	-1.10	0.68	3.09	1.36	1.23	-0.06	-2.19	0.83
Min	-0.58	-3.05	0.24	1.35	0.06	0.59	-0.09	-7.28	-0.06
Range	0.31	1.95	0.44	1.75	1.30	0.64	0.03	5.09	0.89

Source: Author's Calculations

TABLE A6E: IMPORT PRICE DEFLATOR

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.92	-2.51	-0.34	-1.49	-0.58	-3.58	-0.02	-0.91	0.84
Austria	-0.61	-1.95	-0.22	-1.23	-0.66	-3.84	-0.01	-0.35	0.89
Belgium	-1.02	-2.90	-0.25	-1.16	-0.44	-2.29	-0.03	-1.75	0.86
Finland	-0.95	-1.80	-0.30	-0.73	-0.53	-0.35	-0.02	-0.78	0.84
France	-0.92	-2.21	-0.40	-1.54	-0.59	-2.98	-0.01	-0.46	0.85
Germany	-1.21	-2.59	-0.55	-1.75	-0.67	-2.97	-0.01	-0.20	0.83
Ireland	0.03	0.05	-0.74	-1.54	-0.35	-1.94	-0.03	-1.43	0.85
Italy	-0.77	-2.21	-0.18	-0.68	-0.48	-2.12	-0.02	-1.01	0.85
Netherlands	-1.22	-2.47	-0.55	-1.75	-0.64	-3.03	-0.02	-0.86	0.83
Portugal	-0.63	-1.82	-0.17	-0.98	-0.61	-3.49	-0.06	-3.02	0.86
Spain	-0.85	-2.15	-0.29	-1.23	-0.68	-3.18	-0.01	-0.21	0.82
Mean	-0.82	-2.00	-0.37	-1.26	-0.56	-2.62	-0.02	-1.01	0.85
St Dev	0.36	0.80	0.19	0.39	0.11	1.00	0.02	0.87	0.02
Max	0.03	0.05	-0.17	-0.68	-0.35	-0.35	-0.01	-0.20	0.89
Min	-1.22	-2.90	-0.74	-1.75	-0.68	-3.84	-0.06	-3.02	0.82
Range	1.25	2.95	0.57	1.08	0.33	3.49	0.06	2.81	0.07

Source: Author's Calculations

TABLE A6F: WAGE INDEX

Sample	DNEER	t-value	GAP	t-value	PRIM	t-value	Lag Price Level	t-value	Adjusted R2
Full	-0.35	-2.40	0.71	7.59	0.21	2.13	-0.02	-1.40	0.72
Austria	-0.25	-1.10	0.74	8.12	0.19	1.45	-0.01	-0.95	0.72
Belgium	-0.32	-2.08	0.70	7.30	0.17	1.41	-0.01	-1.11	0.75
Finland	-0.33	-1.36	0.71	3.44	0.26	0.32	-0.02	-0.98	0.71
France	-0.34	-2.37	0.75	8.99	0.24	2.15	-0.03	-2.30	0.78
Germany	-0.48	-3.18	0.70	5.61	0.28	3.08	-0.02	-1.55	0.73
Ireland	-0.35	-0.93	0.70	3.92	0.17	1.90	-0.02	-1.54	0.49
Italy	-0.38	-2.08	0.66	4.75	0.18	1.45	-0.02	-1.42	0.72
Netherlands	-0.23	-1.61	0.79	8.39	0.23	1.85	-0.02	-1.48	0.73
Portugal	-0.46	-2.75	0.64	6.57	0.22	2.36	0.00	-0.05	0.76
Spain	-0.36	-2.63	0.69	8.06	0.25	1.91	-0.02	-1.49	0.71
Mean	-0.35	-2.01	0.71	6.52	0.22	1.79	-0.02	-1.29	0.71
St Dev	0.08	0.75	0.04	1.98	0.04	0.72	0.01	0.58	0.08
Max	-0.23	-0.93	0.79	8.99	0.28	3.08	0.00	-0.05	0.78
Min	-0.48	-3.18	0.64	3.44	0.17	0.32	-0.03	-2.30	0.49
Range	0.25	2.26	0.15	5.55	0.11	2.76	0.02	2.25	0.28

Source: Author's Calculations