

Note: The columns labeled “First-stage regressions” report the adjusted R^2 for the OLS regressions of the two variables on the instruments; in parentheses is the p-value for the null that all the coefficients except the constant are zero. The column labeled “ λ estimate” reports the IV estimate of λ and, in parentheses, its standard error. The column labeled “Test of restrictions” reports the adjusted R^2 of the OLS regression of the residual on the instruments; in parenthesis is the p-value for the null that all the coefficients are zero.