

Table 1: Relation between Time to start a business and GDP per capita

	<i>Dependent variable:</i>				
	Pooled OLS (1)	Fixed Effect (2)	gdp Fixed Effect Two-ways (3)	Random Effect (4)	Random Effect Two-ways (5)
business	-205.951*** (23.883)	-66.137*** (8.497)	-14.352 (8.848)	-67.527*** (8.507)	-49.426*** (8.651)
Constant	32,923.310*** (1,080.452)			29,019.940*** (3,028.141)	28,509.520*** (3,411.397)
Observations	216	216	216	216	216
R <sup>2</sup>	0.258	0.235	0.014	0.227	0.132
Adjusted R <sup>2</sup>	0.254	0.215	0.012	0.225	0.131
Residual Std. Error	12,417.020 (df = 214)				
F Statistic	74.360*** (df = 1; 214)	60.580*** (df = 1; 197)	2.631 (df = 1; 186)	63.002*** (df = 1; 214)	32.640*** (df = 1; 214)

*Note:*

\*p<0.1; \*\*p<0.05; \*\*\*p<0.01

Table 2: Relation between Time to start a business and GDP per capita with control variables

	<i>Dependent variable:</i>				
	Pooled OLS (1)	Fixed Effect (2)	gdp Fixed Effect Two-ways (3)	Random Effect (4)	Random Effect Two-ways (5)
business	-149.965*** (25.107)	-35.070*** (7.624)	-3.509 (7.555)	-37.487*** (7.895)	-30.265*** (7.732)
openness	40.951 (50.635)	63.527*** (19.313)	20.078 (17.774)	64.898*** (19.928)	55.934*** (19.212)
diff(human_capital)	-68,557.790 (69,189.840)	-19,363.980** (8,829.036)	-4,890.334 (7,509.234)	-19,286.800** (9,194.209)	-16,482.100* (8,637.475)
diff(cpi)	-2,368.277*** (374.019)	134.321* (76.317)	144.821** (68.427)	112.449 (79.142)	123.873 (75.848)
Constant	38,044.690*** (3,245.634)			23,959.120*** (2,854.384)	24,126.080*** (3,285.165)
Observations	144	144	144	144	144
R <sup>2</sup>	0.438	0.375	0.079	0.335	0.270
Adjusted R <sup>2</sup>	0.423	0.318	0.063	0.323	0.260
F Statistic	27.119*** (df = 4; 139)	18.330*** (df = 4; 122)	2.449* (df = 4; 115)	17.501*** (df = 4; 139)	12.834*** (df = 4; 139)

*Note:*

\*p<0.1; \*\*p<0.05; \*\*\*p<0.01