**Instruction for replications**

This folder provides replication for Tables and Figures of the paper.

You just need to run the section related to the table or figure you are interested in.

An excel file will be created for tables including all the variables used in the analysis

Except Figure 5, all Figures will be directly created after running the program

Figure 5 is the graphical transcription of the set of regressions used for local projections, the replication files thus report the result of the related regressions in a Table called “LP.xls”

|  |  |
| --- | --- |
| **Variable Name** | **Variable description** |
| year | year number |
| panel | panel number |
| country | country name |
| credit\_to\_gdp | Total credit to GDP |
| market\_cap\_to\_gdp | Market capitalization to GDP |
| m3\_to\_gdp | Broad Money (M3) to GDP |
| pubdebt | Public debt to GDP |
| fin\_output | Total financial output to GDP |
| trade\_balance\_share | Financial sector trade balance share of VA |
| plain\_fi | Plain financial income |
| plain\_uc\_nqa | Plain unit cost, unadjusted for quality |
| corrected\_uc\_nqa | Corrected unit cost, unadjusted for quality |
| corrected\_uc\_qa | Corrected unit cost, adjusted for quality |
| plain\_uc\_qa | Plain unit cost, adjusted for quality |
| fin\_output\_qa | Quality adjusted financial output to GDP |
| gdp\_lcu | GDP in local currency unit |
| corrected\_fi | Corrected financial income |
| correction\_income | Correction ratio for financial income |
| gdp\_usd | GDP in USD |
| directedcredit | Directed credit deregulation score |
| creditceilings | Credit ceiling deregulation score |
| creditcontrols | Credit control deregulation score |
| intratecontrols | Interest rate control deregulation score |
| entrybarriers | Entry barriers deregulation score |
| bankingsuperv | Banking supervision deregulation score |
| privatization | Privatization deregulation score |
| intlcapital | International deregulation score |
| securitymarkets | Security markets development deregulation score |
| finreform | Financial deregulation score |
| dereg | Deregulation index value |
| large\_reversal | Dummy equals to 1 if the deregulation score decreases by more than 1 |
| reversal | Dummy equals to 1 if the deregulation score decreases by 1 or more |
| reform | Dummy equals to 1 if the deregulation score increases by 1 or more |
| large\_reform | Dummy equals to 1 if the deregulation score increases by more than 1 |
| status\_quo | Dummy equals to 1 if the deregulation score is unchanged |
| inflation\_rate | inflation rate |
| globalizationindex | globalization index |
| nfagdp | Net foreign asset to GDP |
| bank\_share\_credit | Bank share of credit |
| business\_share\_credit | Business sector share in total credit |
| rgrowth | Real GDP growth |
| stir | Short term interest rate |
| gexchange\_rate | exchange rate growth |
| cpi | Consumer price index |
| ddereg | Deregulation index variation |
| uc\_spline\_qa | Spliced unit cost, adjusted for quality |
| otc\_to | Over the counter turnover to GDP |
| uc\_spline\_nqa | Spliced unit cost, unadjusted for quality |
| exchange\_rate\_usd | Exchange rate on the USD |
| countrycode | ISO code for country |
| stockmarketturnoverratio | Stock market turnover ratio |
| bankconcentration | Bank concentration ratio |
| booneindicator | Boone index ratio |
| bankassetconcentration | Bank asset concentration ratio |
| banklendingdepositspread | lending to deposit spread |
| fin\_center | Dummy variable equals to 1 if the country has one or more financial center |
| share\_of\_non\_interest\_income | Share of banks' non-interest income |
| otc\_sm\_to | OTC turnover to stock market turnover |