

Table 5: **Averages for One-time Violator and Frequent Violator Groups, DRAFT.**

Automated output. The table version in the submitted paper was manually adjusted in style due to space constraints. The resizebox argument was manually added to the .tex code.

NA	One-time Violator (1)	Frequent Violator (2)	Difference (1) - (2)	t-Statistic	p-Value
Operating cash flow/ Average assets	0.071	0.051	0.019	2.315	0.021
Leverage	0.237	0.276	-0.040	-4.560	0.000
Interest expense/ Average assets	0.027	0.032	-0.006	-4.158	0.000
Net worth/ Assets	0.486	0.422	0.064	5.796	0.000
Current ratio	2.665	2.309	0.356	3.312	0.001
Market-to-book	2.506	1.880	0.626	4.286	0.000
Change in Ln(Assets)	0.086	0.033	0.053	6.654	0.000
Change in Ln(PPENT)	0.071	0.009	0.062	6.772	0.000
CAPEX/ Average assets	0.067	0.059	0.008	2.546	0.011
R&D/ Assets	0.027	0.025	0.002	0.790	0.430
Assets (\$ millions)	1332.096	971.983	360.113	1.753	0.080
PPENT (\$ millions)	431.082	378.536	52.546	0.666	0.506
Assets (4 leads)/ Assets	1.197	25.604	-24.407	-1.003	0.316
PPENT (4 leads)/ PPENT	2.093	1.745	0.347	0.386	0.699
PPENT/ Assets	0.288	0.276	0.012	1.040	0.298
No. of obs.	16493.000	58130.000			
No. of firms	710.000	2142.000			