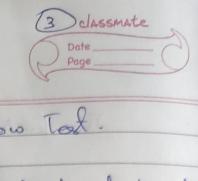


The formula for d-stat

d= \(\hat{\tilde{u}_t} - \hat{\tilde{u}_{t-1}} \)

> 1 12 t=1 12



16) Structural Broaks! Chow Tool. To check if these are structural breaks in the dataset; divide the dataset into economic reforms: .) Estimate Regression results for 1st subpoint o) a u y u gad u y

·) u v the total 1st Subperiod: Yez NI+ BIX+ + UIE Stere X+ of And Subperiod: Y+ 2 x + Box+ 20+ time Ho: x, = x2; B, 2 B2 We imposed two restrictions of k=2. Calculate the Fatatistic by P= (RRSS-URSS)/R URSS/(m1+ m2-2k) RRSS > Rotrited Rosidual Sun of Squares urss -> unrestricted a The f- stat turns out to be 5.702 with prob 0.0059. 2 F Start is significant at 1%.

