

**Table 1** Preliminary regressions with time trend

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	11.954*** (0.608)	22.596*** (1.414)	9.321*** (0.574)	8.241*** (0.420)	13.772*** (2.143)	14.043*** (1.819)	14.181*** (2.112)
$\gamma_m$		-2.606*** (0.319)			-1.124*** (0.423)	-1.183*** (0.347)	-1.368*** (0.456)
$\gamma_{CEA}$			-14.138*** (1.736)		-5.472*** (1.936)	-6.121*** (0.573)	-4.604*** (1.721)
$\gamma_{Eu}$				0.670*** (0.055)	0.316*** (0.117)	0.287*** (0.075)	0.385*** (0.108)
$\gamma_t$	-0.044*** (0.005)	-0.025*** (0.003)	0.042*** (0.011)	-0.048*** (0.002)	-0.005 (0.014)		0.004 (0.014)
$\gamma_{uC}$							-0.321** (0.158)
$\bar{R}^2$	0.703	0.846	0.825	0.881	0.895	0.895	0.899
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.305	0.686	0.500	0.863	0.936	0.933	0.980

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 2** Preliminary regressions with time trend—Structural Model Fitted PSR

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	11.955*** (0.502)	21.438*** (1.107)	9.354*** (0.410)	8.422*** (0.160)	12.242*** (0.602)	12.509*** (0.532)	12.487*** (0.550)
$\gamma_m$		-2.327*** (0.251)			-0.790*** (0.120)	-0.848*** (0.105)	-0.936*** (0.108)
$\gamma_{CEA}$			-13.821*** (1.124)		-5.846*** (0.594)	-6.486*** (0.141)	-5.327*** (0.467)
$\gamma_{Eu}$				0.633*** (0.024)	0.328*** (0.035)	0.299*** (0.019)	0.369*** (0.030)
$\gamma_t$	-0.044*** (0.004)	-0.027*** (0.002)	0.040*** (0.007)	-0.048*** (0.001)	-0.005 (0.004)		0.000 (0.003)
$\gamma_{uC}$							-0.192*** (0.037)
$\bar{R}^2$	0.799	0.929	0.931	0.979	0.993	0.992	0.994
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.053	0.220	0.095	0.387	0.721	0.714	0.994

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 3** Preliminary regressions with time trend—Inflation-Adjusted Saving Rate
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	11.124*** (0.552)	21.169*** (1.333)	8.677*** (0.529)	7.680*** (0.417)	13.357*** (2.104)	13.411*** (1.796)	13.661*** (2.089)
$\gamma_m$		-2.459*** (0.299)			-1.151*** (0.413)	-1.163*** (0.341)	-1.333*** (0.453)
$\gamma_{CEA}$			-13.145*** (1.791)		-5.243*** (1.866)	-5.374*** (0.547)	-4.597*** (1.729)
$\gamma_{Eu}$				0.622*** (0.055)	0.269** (0.115)	0.264*** (0.074)	0.320*** (0.108)
$\gamma_t$	-0.040*** (0.005)	-0.022*** (0.003)	0.040*** (0.011)	-0.043*** (0.002)	-0.001 (0.014)		0.005 (0.014)
$\gamma_{uC}$							-0.239 (0.163)
$\bar{R}^2$	0.678	0.832	0.805	0.863	0.880	0.880	0.882
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.333	0.728	0.534	0.881	0.961	0.960	0.983

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 4** Preliminary regressions with time trend—Gross Household Saving/DI

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	13.694*** (0.633)	24.660*** (1.580)	10.861*** (0.592)	9.788*** (0.419)	14.960*** (2.203)	14.742*** (1.936)	15.397*** (2.164)
$\gamma_m$		-2.685*** (0.354)			-1.059** (0.436)	-1.011*** (0.371)	-1.319*** (0.462)
$\gamma_{CEA}$			-15.213*** (1.823)		-6.262*** (1.968)	-5.741*** (0.582)	-5.337*** (1.705)
$\gamma_{Eu}$				0.706*** (0.055)	0.341*** (0.114)	0.364*** (0.076)	0.414*** (0.105)
$\gamma_t$	-0.040*** (0.005)	-0.021*** (0.003)	0.052*** (0.011)	-0.044*** (0.002)	0.004 (0.014)		0.012 (0.013)
$\gamma_{uC}$							-0.342** (0.156)
$\bar{R}^2$	0.645	0.815	0.803	0.867	0.883	0.883	0.888
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.267	0.599	0.464	0.830	0.884	0.887	0.926

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 5** Preliminary regressions with time trend—Net Private Saving/GDP

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	11.526*** (0.442)	19.938*** (1.349)	9.756*** (0.610)	9.335*** (0.671)	19.288*** (2.160)	17.965*** (1.777)	19.018*** (2.234)
$\gamma_m$		-2.059*** (0.349)			-2.001*** (0.453)	-1.714*** (0.349)	-1.840*** (0.479)
$\gamma_{CEA}$			-9.507*** (2.423)		-6.512*** (2.356)	-3.342*** (0.568)	-7.084*** (2.447)
$\gamma_{Eu}$				0.402*** (0.084)	-0.139 (0.118)	0.002 (0.077)	-0.184 (0.129)
$\gamma_t$	-0.032*** (0.004)	-0.017*** (0.004)	0.026* (0.015)	-0.035*** (0.003)	0.023 (0.017)		0.017 (0.016)
$\gamma_{uC}$							0.212 (0.187)
$\bar{R}^2$	0.643	0.800	0.740	0.768	0.829	0.825	0.832
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.285	0.583	0.390	0.496	0.674	0.645	0.685

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 6** Preliminary regressions with time trend—Gross Private Saving/GDP

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	19.295*** (0.613)	30.908*** (1.667)	16.464*** (0.573)	15.657*** (0.561)	25.176*** (2.603)	22.249*** (2.256)	25.484*** (2.507)
$\gamma_m$		-2.843*** (0.387)			-1.930*** (0.528)	-1.295*** (0.444)	-2.114*** (0.531)
$\gamma_{CEA}$			-15.209*** (2.109)		-8.796*** (2.248)	-1.789** (0.739)	-8.143*** (2.240)
$\gamma_{Eu}$				0.660*** (0.070)	0.068 (0.131)	0.381*** (0.087)	0.120 (0.135)
$\gamma_t$	-0.017*** (0.005)	0.004 (0.004)	0.075*** (0.013)	-0.021*** (0.003)	0.050*** (0.016)		0.056*** (0.016)
$\gamma_{uC}$							-0.242 (0.172)
$\bar{R}^2$	0.243	0.648	0.578	0.663	0.757	0.723	0.762
F stat p val	0.00100	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	0.185	0.495	0.327	0.515	0.666	0.596	0.689

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags.

**Table 7** Preliminary regressions with time trend—Flow of Funds SR Excluding Durables

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	15.194*** (0.920)	30.419*** (4.020)	11.953*** (1.115)	9.813*** (0.949)	15.778** (6.917)	18.836*** (5.982)	15.310** (7.085)
$\gamma_m$		-3.727*** (0.920)			-1.181 (1.401)	-1.845 (1.192)	-0.902 (1.477)
$\gamma_{CEA}$			-17.409*** (4.319)		-1.080 (5.103)	-8.404*** (1.471)	-2.070 (5.343)
$\gamma_{Eu}$				0.971*** (0.163)	0.729** (0.330)	0.402** (0.179)	0.651** (0.331)
$\gamma_t$	-0.063*** (0.009)	-0.036*** (0.007)	0.043 (0.026)	-0.069*** (0.006)	-0.052 (0.040)		-0.061 (0.043)
$\gamma_{uC}$							0.366 (0.489)
$\bar{R}^2$	0.419	0.503	0.471	0.526	0.524	0.522	0.523
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	1.501	1.827	1.658	1.888	1.907	1.884	1.910

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags.

**Table 8** Preliminary regressions with time trend—Flow of Funds SR including Durables

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_t t + \gamma_{uC} (\mathbb{E}_t u_{t+4} \times CEA_t) + \varepsilon_t$$

Model	Time	Wealth	CEA	Un Risk	All 3	Baseline	Interact
$\gamma_0$	17.899*** (0.805)	29.121*** (3.744)	15.761*** (1.049)	14.390*** (0.984)	22.418*** (6.940)	25.107*** (5.716)	22.151*** (7.098)
$\gamma_m$		-2.748*** (0.867)			-1.592 (1.418)	-2.176* (1.142)	-1.432 (1.493)
$\gamma_{CEA}$			-11.484*** (3.903)		-1.825 (5.459)	-8.266*** (1.433)	-2.391 (5.711)
$\gamma_{Eu}$				0.635*** (0.163)	0.298 (0.344)	0.010 (0.174)	0.253 (0.344)
$\gamma_t$	-0.067*** (0.007)	-0.047*** (0.007)	0.003 (0.024)	-0.070*** (0.006)	-0.046 (0.042)		-0.051 (0.046)
$\gamma_{uC}$							0.209 (0.495)
$\bar{R}^2$	0.472	0.517	0.493	0.516	0.516	0.515	0.514
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
DW stat	1.665	1.876	1.747	1.851	1.883	1.869	1.883

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags.



**Table 9** Constant target wealth models

$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots \\ \dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	14.043*** (1.819)	13.869*** (1.829)	5.016*** (1.459)	13.080*** (1.766)	16.155*** (1.608)	15.189** (6.326)	19.301** (2.311)
$\gamma_m$	-1.183*** (0.347)	-1.211*** (0.363)	-0.307 (0.222)	-0.803** (0.360)	-1.304*** (0.308)	-1.503 (1.248)	-2.022** (0.492)
$\gamma_{CEA}$	-6.121*** (0.573)	-5.967*** (0.648)	-2.874*** (0.531)	-5.399*** (0.732)	-6.242*** (0.628)	-4.999** (2.000)	-5.846** (1.166)
$\gamma_{Eu}$	0.287*** (0.075)	0.282*** (0.094)	0.143*** (0.053)	0.345*** (0.071)	0.117 (0.088)	0.298** (0.136)	0.084 (0.133)
$\gamma_\sigma$		0.257 (0.466)					
$\gamma_s$			0.574*** (0.072)				
$\gamma_d$				-1.905 (1.162)			
$\gamma_r$					0.129*** (0.043)		
$\gamma_{GS}$					-0.121 (0.081)		
$\gamma_{CS}$					-0.310** (0.138)		
$\gamma_{0\text{post}80}$						-0.920 (6.625)	
$\gamma_{m\text{post}80}$						0.559 (1.289)	
$\gamma_{CEA\text{post}80}$						-2.350 (2.135)	
$\gamma_{Eu\text{post}80}$						-0.098 (0.162)	
$\bar{R}^2$	0.895	0.896	0.927	0.898	0.910	0.899	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.16665	
DW stat	0.933	0.940	2.134	0.924	0.954	0.967	
OID p val							0.740

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 10** Constant target wealth models—SR Explained by the Structural Model
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	12.509*** (0.532)	12.443*** (0.505)	6.903*** (0.555)	12.234*** (0.558)	12.012*** (0.534)	14.759*** (0.953)	13.390*** (0.640)
$\gamma_m$	-0.848*** (0.105)	-0.820*** (0.106)	-0.450*** (0.067)	-0.740*** (0.113)	-0.845*** (0.104)	-1.381*** (0.179)	-0.908*** (0.148)
$\gamma_{CEA}$	-6.486*** (0.141)	-6.543*** (0.168)	-3.754*** (0.233)	-6.280*** (0.184)	-6.387*** (0.158)	-5.741*** (0.321)	-6.843*** (0.285)
$\gamma_{Eu}$	0.299*** (0.019)	0.319*** (0.022)	0.184*** (0.015)	0.316*** (0.019)	0.354*** (0.024)	0.318*** (0.031)	0.245*** (0.022)
$\gamma_\sigma$		-0.146 (0.178)					
$\gamma_s$			0.430*** (0.034)				
$\gamma_d$				-0.544* (0.298)			
$\gamma_r$					-0.010 (0.015)		
$\gamma_{GS}$					0.042** (0.020)		
$\gamma_{CS}$					0.072* (0.037)		
$\gamma_{0\text{post}80}$						-2.727*** (1.041)	
$\gamma_{m\text{post}80}$						0.720*** (0.193)	
$\gamma_{CEA\text{post}80}$						-1.168*** (0.342)	
$\gamma_{Eu\text{post}80}$						-0.051 (0.036)	
$\bar{R}^2$	0.992	0.993	0.997	0.993	0.993	0.996	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.00000	
DW stat	0.714	0.726	1.340	0.696	0.863	1.238	
OID p val							0.753

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 11** Constant target wealth models—PSR Adjusted for Inflation
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	13.411*** (1.796)	13.211*** (1.795)	5.090*** (1.437)	12.627*** (1.712)	15.281*** (1.539)	14.075** (6.955)	19.079** (2.470)
$\gamma_m$	-1.163*** (0.341)	-1.150*** (0.349)	-0.341 (0.219)	-0.854** (0.348)	-1.192*** (0.286)	-1.336 (1.376)	-2.291** (0.526)
$\gamma_{CEA}$	-5.374*** (0.547)	-5.338*** (0.615)	-2.629*** (0.504)	-4.786*** (0.712)	-5.719*** (0.595)	-5.336*** (2.040)	-4.121** (1.218)
$\gamma_{Eu}$	0.264*** (0.074)	0.277*** (0.090)	0.137*** (0.051)	0.310*** (0.071)	0.044 (0.087)	0.265* (0.145)	0.126 (0.141)
$\gamma_\sigma$		0.044 (0.458)					
$\gamma_s$			0.555*** (0.074)				
$\gamma_d$				-1.552 (1.134)			
$\gamma_r$					0.144*** (0.040)		
$\gamma_{GS}$					-0.182** (0.078)		
$\gamma_{CS}$					-0.291** (0.135)		
$\gamma_{0\text{post}80}$						-0.094 (7.224)	
$\gamma_{m\text{post}80}$						0.282 (1.412)	
$\gamma_{CEA\text{post}80}$						-0.957 (2.181)	
$\gamma_{Eu\text{post}80}$						-0.070 (0.169)	
$\bar{R}^2$	0.880	0.881	0.914	0.882	0.901	0.882	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.50779	
DW stat	0.960	0.969	2.076	0.952	0.954	0.980	
OID p val							0.716

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 12** Constant target wealth models—Gross Household SR/DI
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	14.742*** (1.936)	14.601*** (1.962)	5.001*** (1.537)	14.198*** (1.864)	16.621*** (1.688)	17.276*** (5.885)	20.397*** (2.311)
$\gamma_m$	-1.011*** (0.371)	-1.057*** (0.386)	-0.222 (0.225)	-0.797** (0.375)	-1.108*** (0.334)	-1.582 (1.162)	-1.848*** (0.486)
$\gamma_{CEA}$	-5.741*** (0.582)	-5.546*** (0.652)	-2.527*** (0.483)	-5.333*** (0.763)	-5.885*** (0.634)	-3.699** (1.884)	-5.789*** (1.077)
$\gamma_{Eu}$	0.364*** (0.076)	0.349*** (0.093)	0.159*** (0.054)	0.397*** (0.074)	0.201** (0.093)	0.309** (0.131)	0.123 (0.126)
$\gamma_\sigma$		0.339 (0.472)					
$\gamma_s$			0.603*** (0.069)				
$\gamma_d$				-1.076 (1.175)			
$\gamma_r$					0.127*** (0.044)		
$\gamma_{GS}$					-0.121 (0.086)		
$\gamma_{CS}$					-0.280* (0.147)		
$\gamma_{0\text{post}80}$						-2.769 (6.257)	
$\gamma_{m\text{post}80}$						0.886 (1.216)	
$\gamma_{CEA\text{post}80}$						-3.329 (2.026)	
$\gamma_{Eu\text{post}80}$						-0.016 (0.160)	
$\bar{R}^2$	0.883	0.885	0.922	0.884	0.898	0.889	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.10433	
DW stat	0.887	0.893	2.095	0.879	0.869	0.918	
OID p val							0.648

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 13** Constant target wealth models—Net Private SR/GDP
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	17.965*** (1.777)	18.302*** (1.722)	4.824*** (1.266)	19.005*** (1.796)	11.999*** (1.151)	19.808** (7.890)	21.544** (3.479)
$\gamma_m$	-1.714*** (0.349)	-1.562*** (0.351)	-0.453*** (0.170)	-2.123*** (0.419)	-1.024*** (0.217)	-1.925 (1.531)	-2.400** (0.779)
$\gamma_{CEA}$	-3.342*** (0.568)	-3.977*** (0.623)	-1.029*** (0.315)	-4.122*** (0.786)	-4.143*** (0.454)	-1.361 (2.329)	-2.777** (1.332)
$\gamma_{Eu}$	0.002 (0.077)	0.020 (0.084)	0.040 (0.038)	-0.060 (0.072)	0.079 (0.064)	-0.196 (0.190)	-0.101 (0.106)
$\gamma_\sigma$		-0.838* (0.449)					
$\gamma_s$			0.704*** (0.057)				
$\gamma_d$				2.058 (1.325)			
$\gamma_r$					0.107*** (0.033)		
$\gamma_{GS}$					-0.123** (0.059)		
$\gamma_{CS}$					0.720*** (0.099)		
$\gamma_{0\text{post}80}$						-3.052 (8.180)	
$\gamma_{m\text{post}80}$						0.230 (1.575)	
$\gamma_{CEA\text{post}80}$						-1.374 (2.502)	
$\gamma_{Eu\text{post}80}$						0.302 (0.217)	
$\bar{R}^2$	0.825	0.857	0.914	0.830	0.914	0.830	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.44258	
DW stat	0.645	0.786	2.137	0.715	0.949	0.696	
OID p val							0.336

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 14** Constant target wealth models—Gross Private SR/GDP
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	22.249*** (2.256)	22.422*** (2.274)	5.428*** (1.271)	22.753*** (2.295)	16.775*** (1.431)	30.325*** (6.977)	26.230*** (3.851)
$\gamma_m$	-1.295*** (0.444)	-1.180*** (0.445)	-0.257* (0.155)	-1.493*** (0.478)	-0.727** (0.289)	-2.699** (1.333)	-2.017*** (0.845)
$\gamma_{CEA}$	-1.789** (0.739)	-2.236*** (0.776)	-0.617** (0.266)	-2.167** (0.954)	-2.356*** (0.571)	3.508* (2.127)	-1.379 (1.446)
$\gamma_{Eu}$	0.381*** (0.087)	0.402*** (0.113)	0.151*** (0.042)	0.351*** (0.098)	0.473*** (0.080)	-0.086 (0.189)	0.275*** (0.134)
$\gamma_\sigma$		-0.614 (0.572)					
$\gamma_s$			0.724*** (0.052)				
$\gamma_d$				0.998 (1.241)			
$\gamma_r$					0.200*** (0.040)		
$\gamma_{GS}$					-0.097 (0.066)		
$\gamma_{CS}$					0.646*** (0.118)		
$\gamma_{0\text{post}80}$						-9.652 (7.350)	
$\gamma_{m\text{post}80}$						1.886 (1.392)	
$\gamma_{CEA\text{post}80}$						-6.771*** (2.300)	
$\gamma_{Eu\text{post}80}$						0.496** (0.219)	
$\bar{R}^2$	0.723	0.734	0.883	0.723	0.847	0.758	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.00252	
DW stat	0.596	0.627	2.183	0.613	0.838	0.680	
OID p val							0.311

Notes: Estimation sample: 1966Q2–2011Q1.  $\{*, **, ***\}$  = Statistical significance at  $\{10, 5, 1\}$  percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 15** Constant target wealth models—Flow of Funds SR Excluding Durables
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	18.836*** (5.982)	18.473*** (6.019)	17.209*** (6.573)	17.423*** (6.509)	19.785*** (4.954)	3.797 (16.066)	33.920*** (6.540)
$\gamma_m$	-1.845 (1.192)	-1.249 (1.192)	-1.663 (1.219)	-1.288 (1.533)	-1.404 (1.047)	1.288 (3.168)	-5.507*** (1.447)
$\gamma_{CEA}$	-8.404*** (1.471)	-10.149*** (1.666)	-7.857*** (1.306)	-7.343*** (1.997)	-10.000*** (1.561)	-0.827 (5.122)	-2.901 (2.935)
$\gamma_{Eu}$	0.402** (0.179)	0.655*** (0.249)	0.382** (0.166)	0.486*** (0.173)	-0.150 (0.234)	0.288 (0.345)	0.344 (0.270)
$\gamma_\sigma$		-2.994*** (1.115)					
$\gamma_s$			0.072 (0.093)				
$\gamma_d$				-2.799 (4.056)			
$\gamma_r$					0.375*** (0.102)		
$\gamma_{GS}$					-0.582*** (0.204)		
$\gamma_{CS}$					-0.278 (0.416)		
$\gamma_{0\text{post}80}$						16.383 (17.597)	
$\gamma_{m\text{post}80}$						-3.068 (3.476)	
$\gamma_{CEA\text{post}80}$						-9.350 (5.717)	
$\gamma_{Eu\text{post}80}$						0.064 (0.434)	
$\bar{R}^2$	0.522	0.540	0.522	0.521	0.552	0.523	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000
F p val post 80						0.12716	
DW stat	1.884	1.929	2.033	1.878	1.996	1.909	
OID p val							0.360

Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.

**Table 16** Constant target wealth models—Flow of Funds SR Including Durables
$$s_t = \gamma_0 + \gamma_m m_t + \gamma_{CEA} CEA_t + \gamma_{Eu} \mathbb{E}_t u_{t+4} + \gamma_\sigma \sigma_t + \gamma_s s_{t-1} + \gamma_d d_t + \dots$$

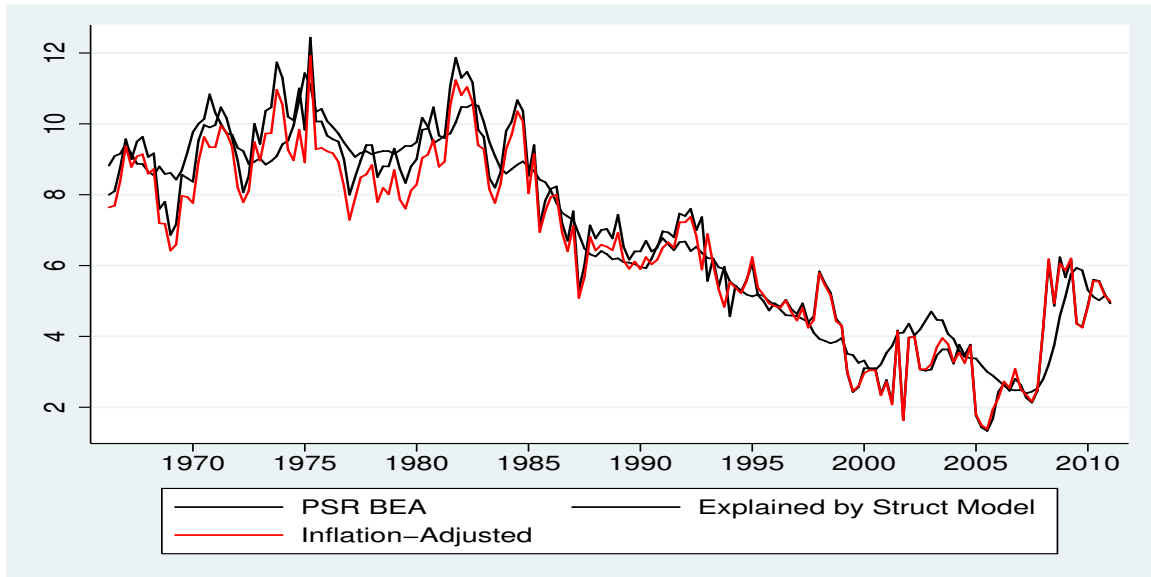
$$\dots + \gamma_r r_t + \gamma_{GS} GS_t + \gamma_{CS} CS_t + \varepsilon_t$$

Model	Baseline	Uncertainty	Lagged $s_{t-1}$	Debt	Full Controls	Post-1980	IV
$\gamma_0$	25.107*** (5.716)	24.658*** (5.753)	22.930*** (6.504)	23.194*** (6.310)	25.300*** (5.102)	3.569 (18.187)	40.602* (6.888)
$\gamma_m$	-2.176* (1.142)	-1.512 (1.153)	-1.962* (1.171)	-1.422 (1.491)	-1.677 (1.027)	2.117 (3.580)	-5.876* (1.546)
$\gamma_{CEA}$	-8.266*** (1.433)	-10.188*** (1.603)	-7.695*** (1.311)	-6.830*** (1.917)	-9.876*** (1.475)	2.612 (5.716)	-2.630 (3.097)
$\gamma_{Eu}$	0.010 (0.174)	0.294 (0.243)	0.019 (0.169)	0.125 (0.171)	-0.511** (0.252)	0.038 (0.374)	-0.084 (0.273)
$\gamma_\sigma$		-3.301*** (1.086)					
$\gamma_s$			0.075 (0.092)				
$\gamma_d$				-3.788 (3.969)			
$\gamma_r$					0.395*** (0.096)		
$\gamma_{GS}$					-0.576*** (0.204)		
$\gamma_{CS}$					-0.184 (0.414)		
$\gamma_{0\text{post}80}$						22.816 (19.401)	
$\gamma_{m\text{post}80}$						-4.081 (3.819)	
$\gamma_{CEA\text{post}80}$						-13.194** (6.364)	
$\gamma_{Eu\text{post}80}$						-0.126 (0.455)	
$\bar{R}^2$	0.515	0.536	0.515	0.516	0.548	0.519	
F stat p val	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.0000
F p val post 80						0.17716	
DW stat	1.869	1.924	2.026	1.864	2.000	1.900	
OID p val							0.576

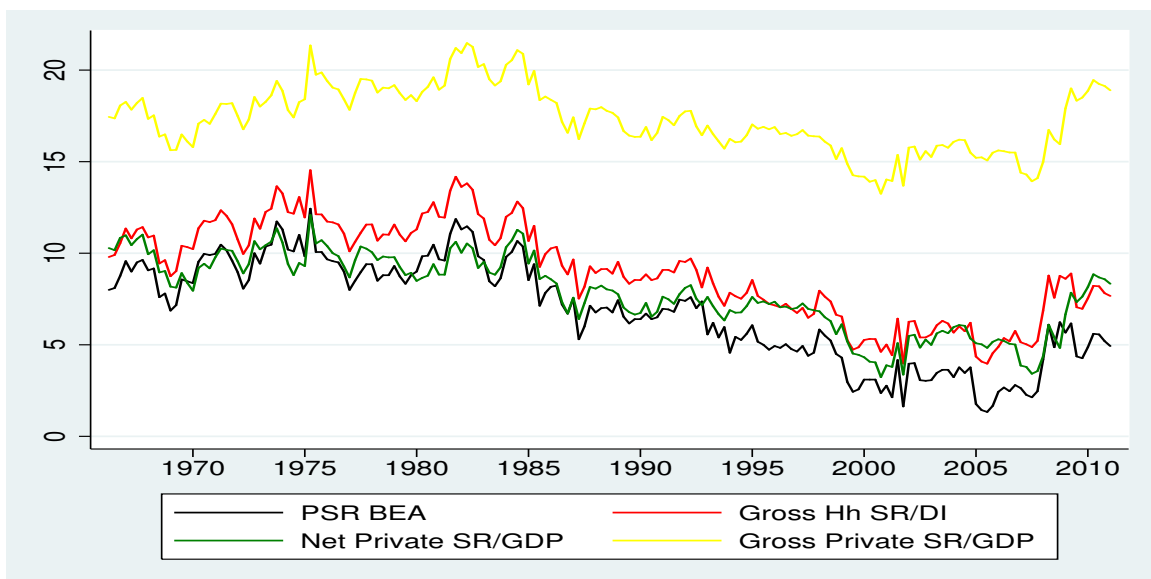
Notes: Estimation sample: 1966Q2–2011Q1. {\*, \*\*, \*\*\*} = Statistical significance at {10, 5, 1} percent. Newey–West standard errors, 4 lags. CEA is the Credit Easing Accumulated Index,  $GS$  is the government saving as a fraction of GDP,  $CS$  is the corporate saving as a fraction of GDP. In model IV,  $m$ ,  $CEA$  and  $\mathbb{E}u$  are instrumented with lags 1 and 2 of  $m$ ,  $\mathbb{E}u$  and the Abiad, Detragiache, and Tressel (2010) Index of Financial Liberalization; the sample for the IV model is 1973Q1–2005Q4. OID p val denotes the p-value from the Hansen’s  $J$  statistic for overidentification.



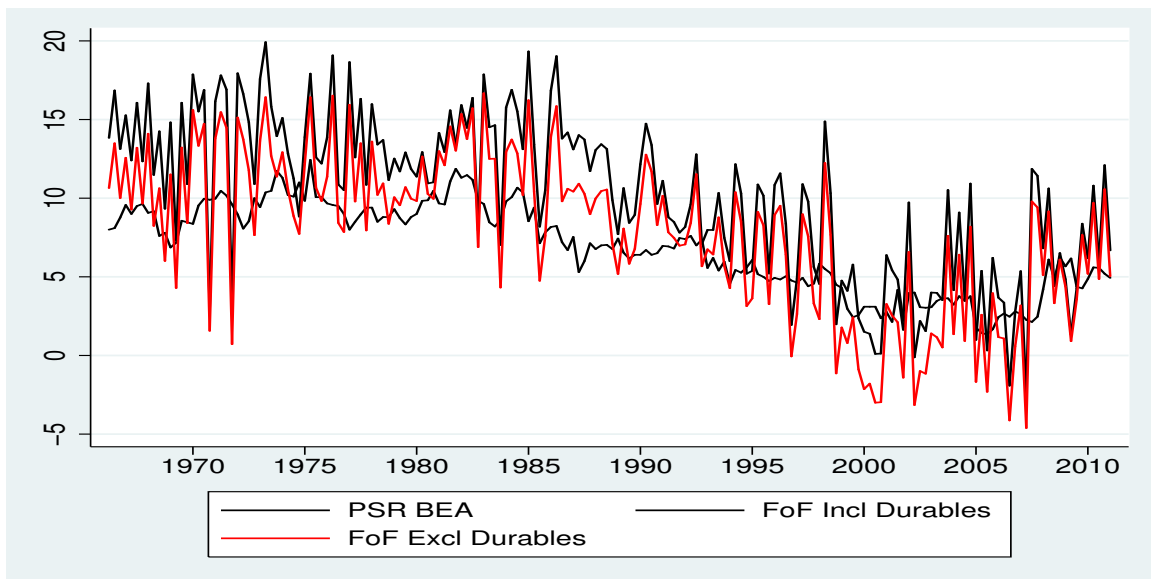
**Figure 1** Alternative Saving Rates I.—Inflation Adjustment



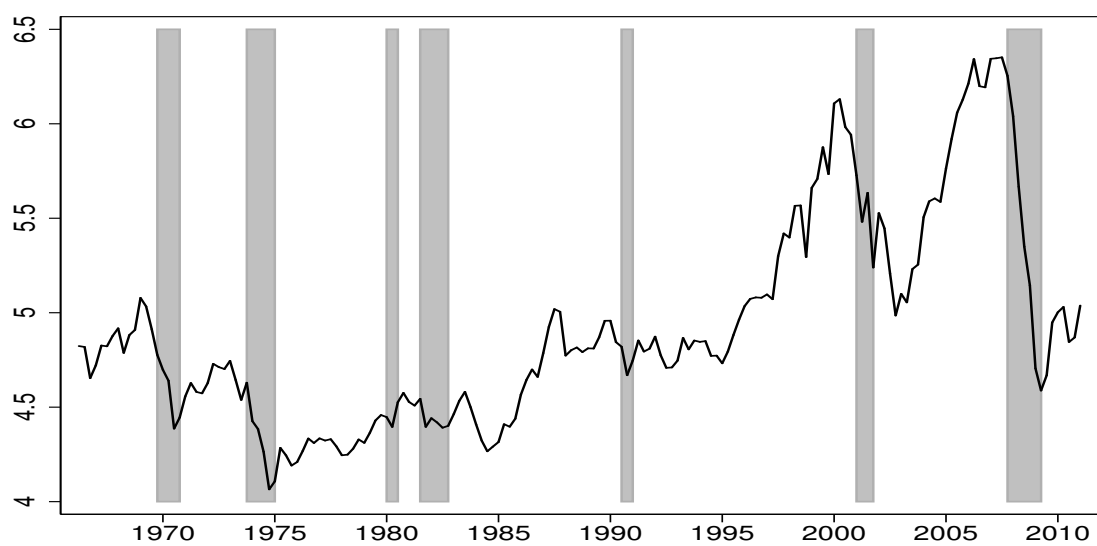
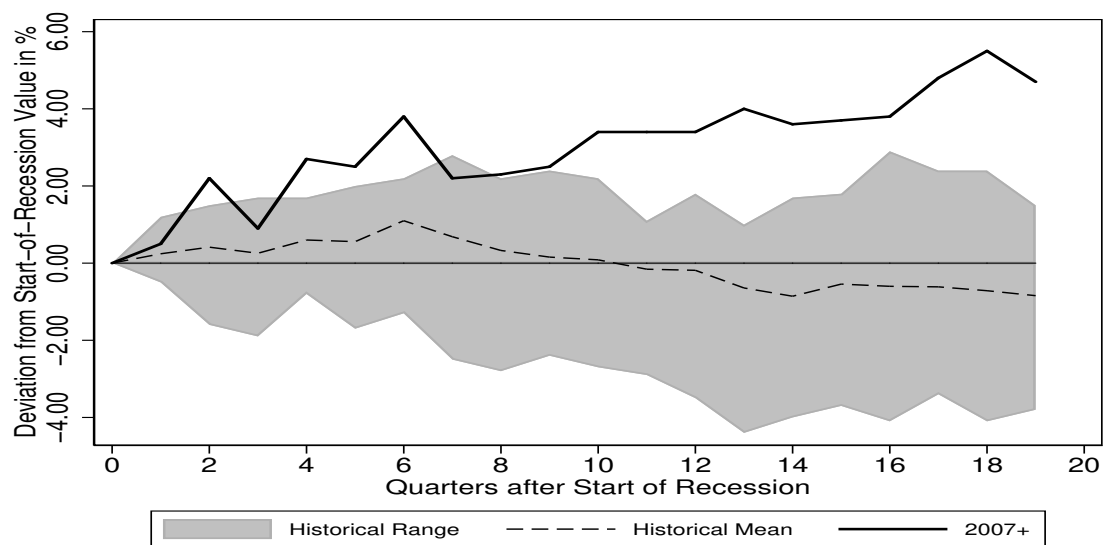
**Figure 2** Alternative Saving Rates II.—Net/Gross Personal/Private

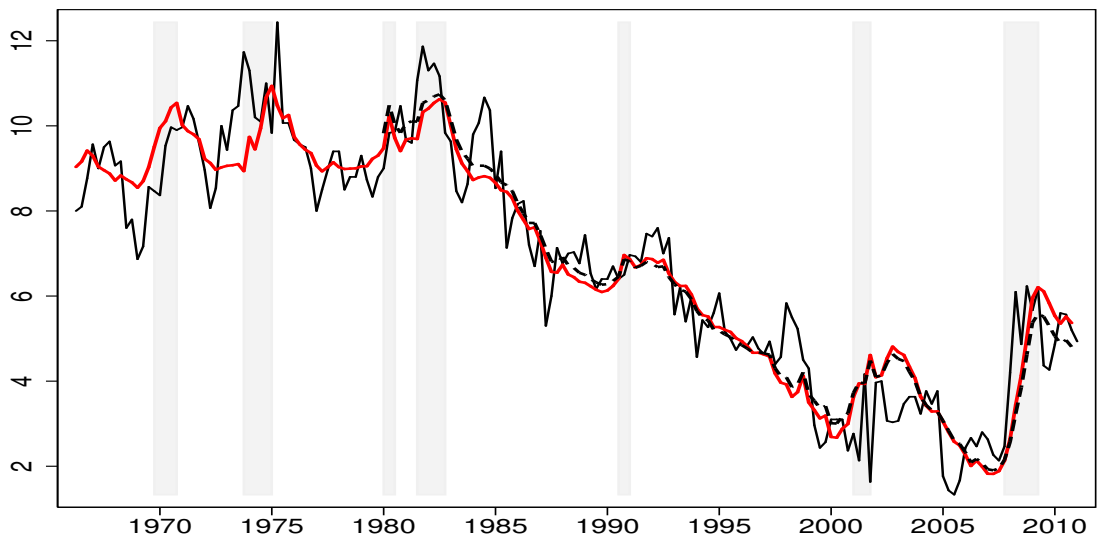
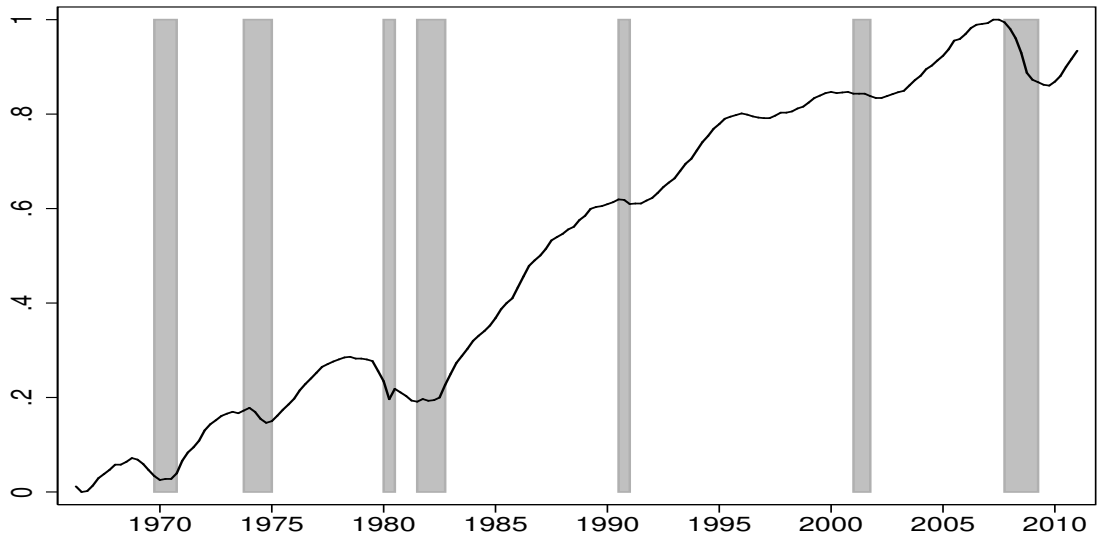


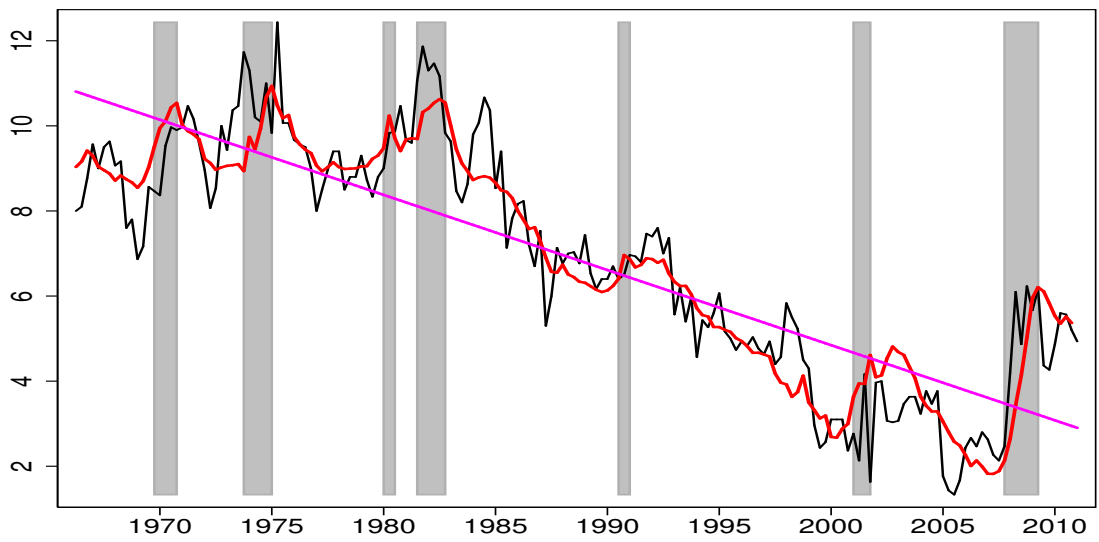
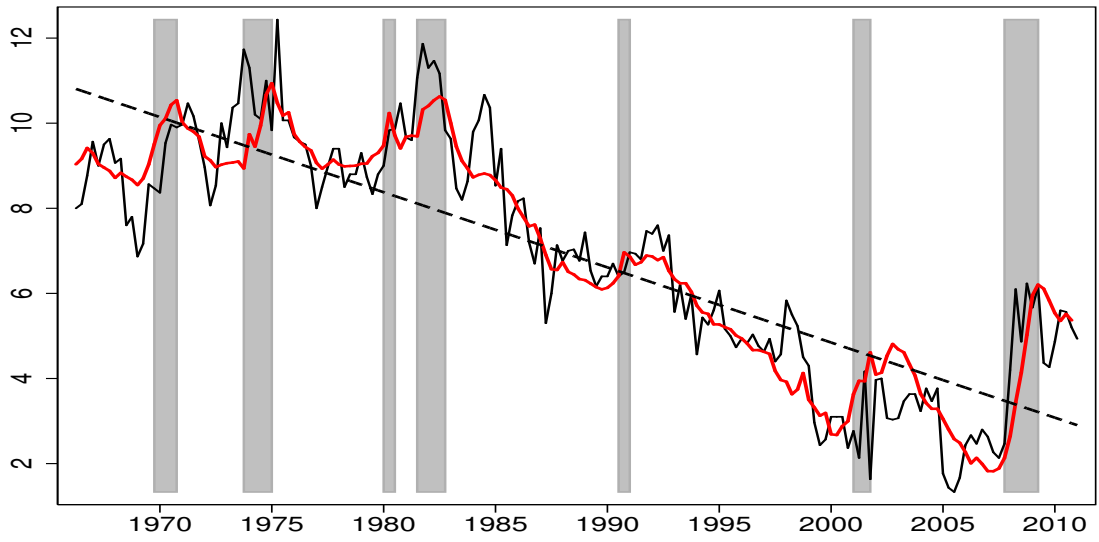
**Figure 3** Alternative Saving Rates III.—Flow of Funds Saving Rates

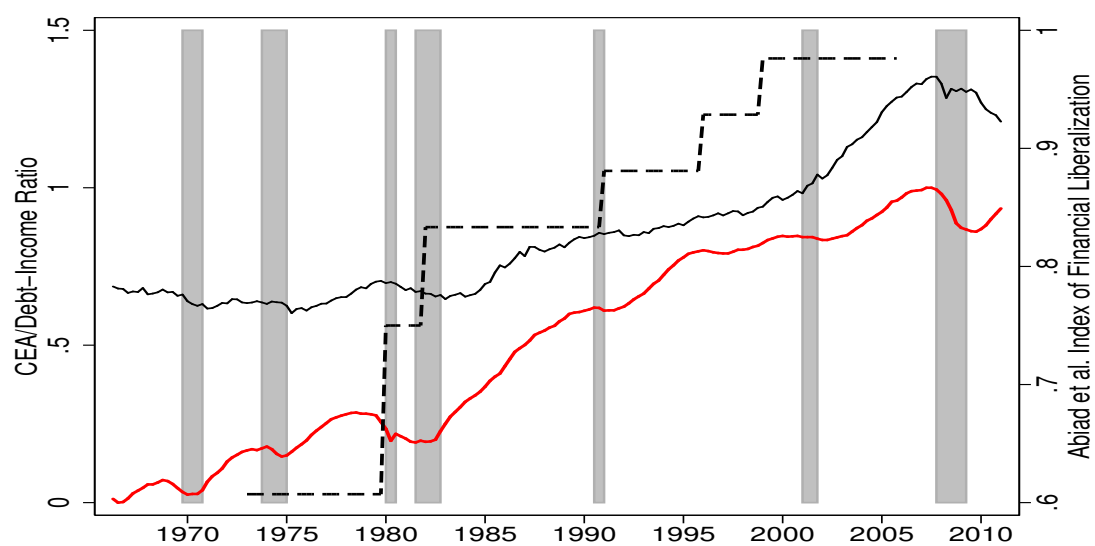
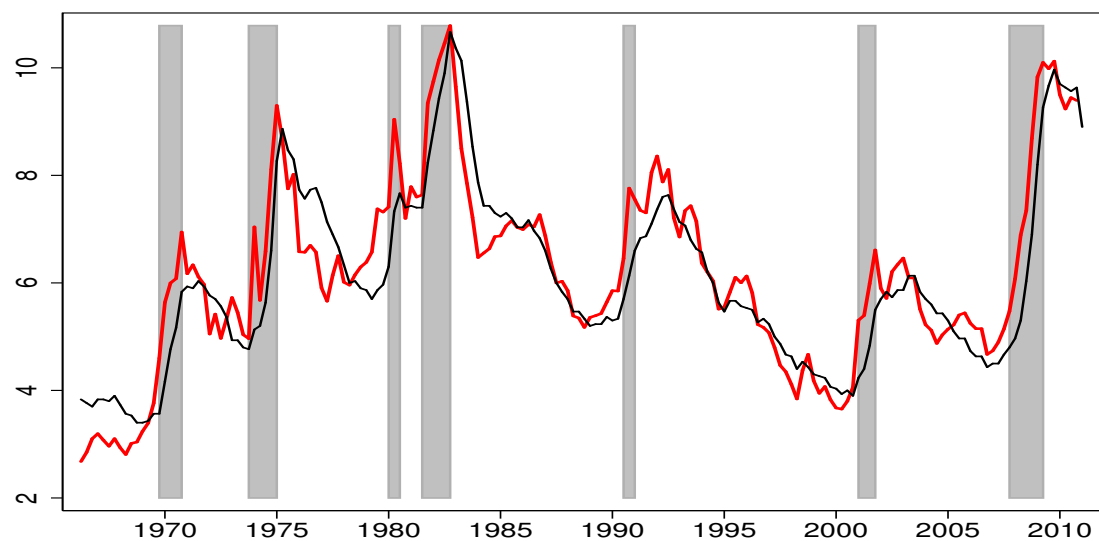


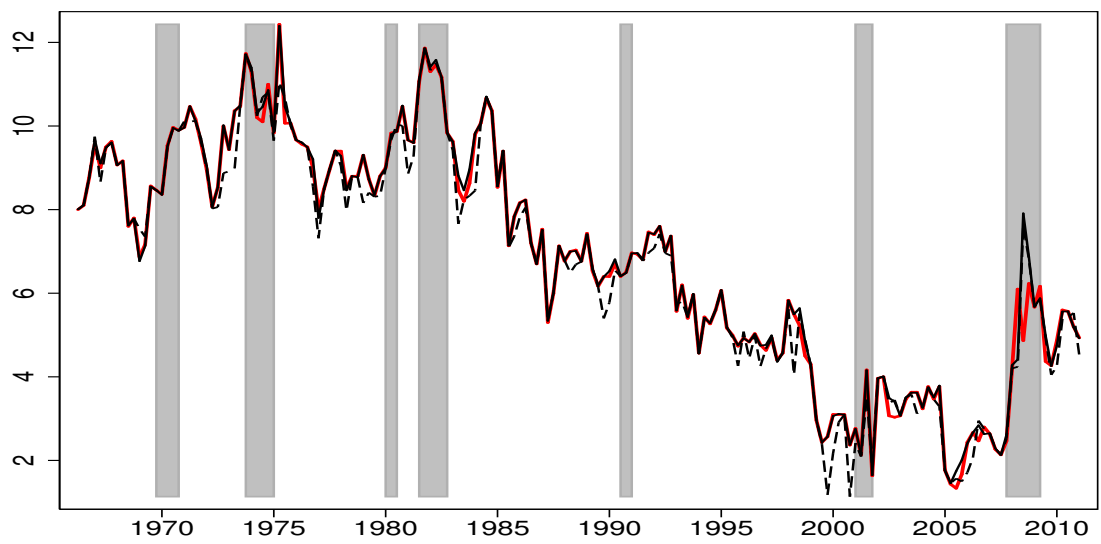
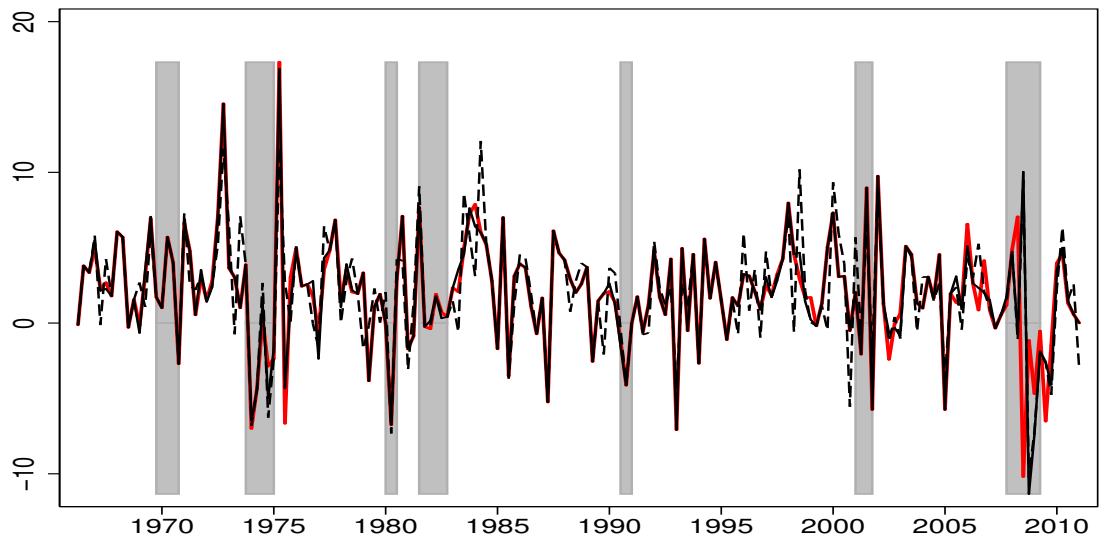
# 1 Figures from the Paper

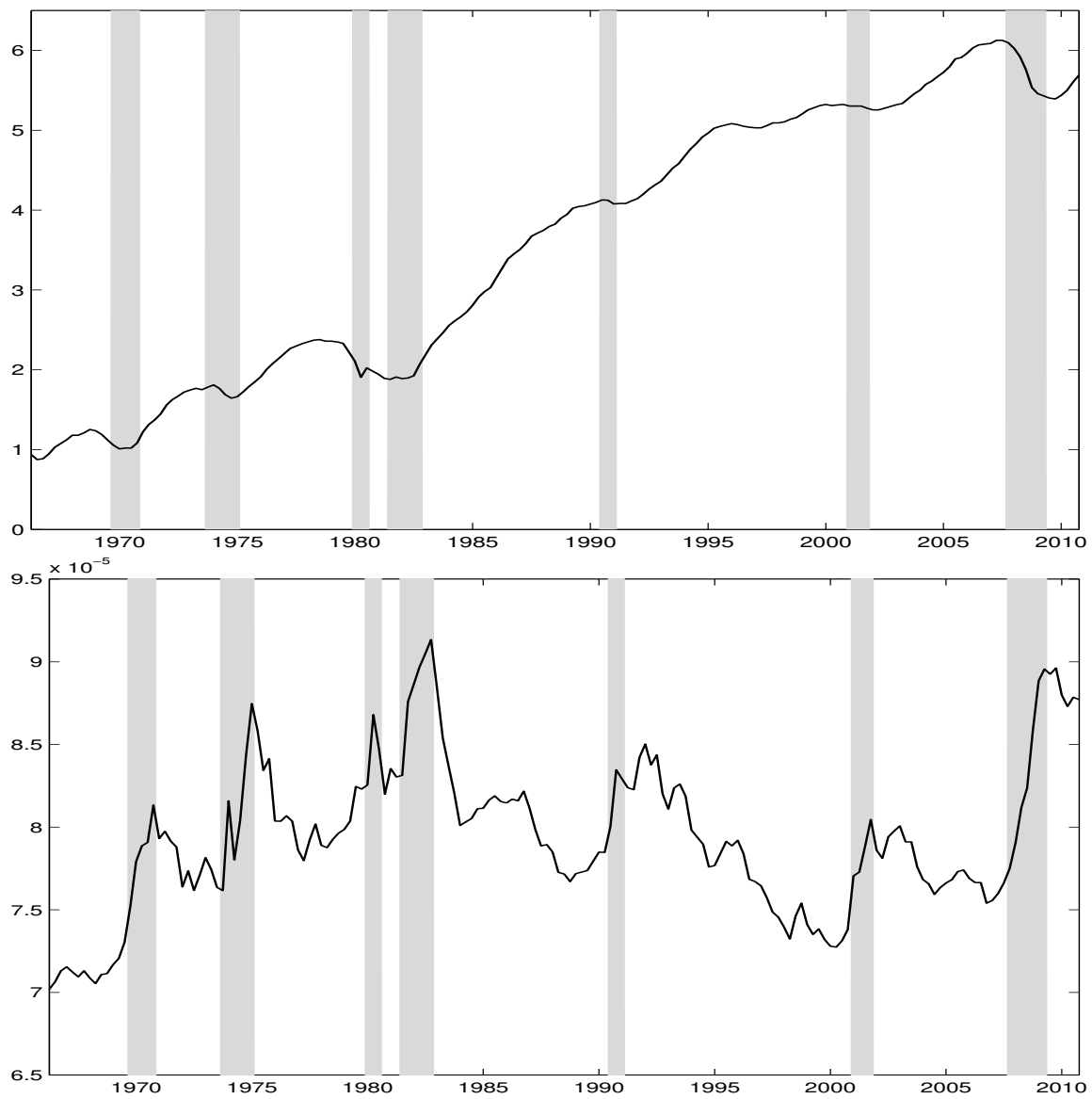




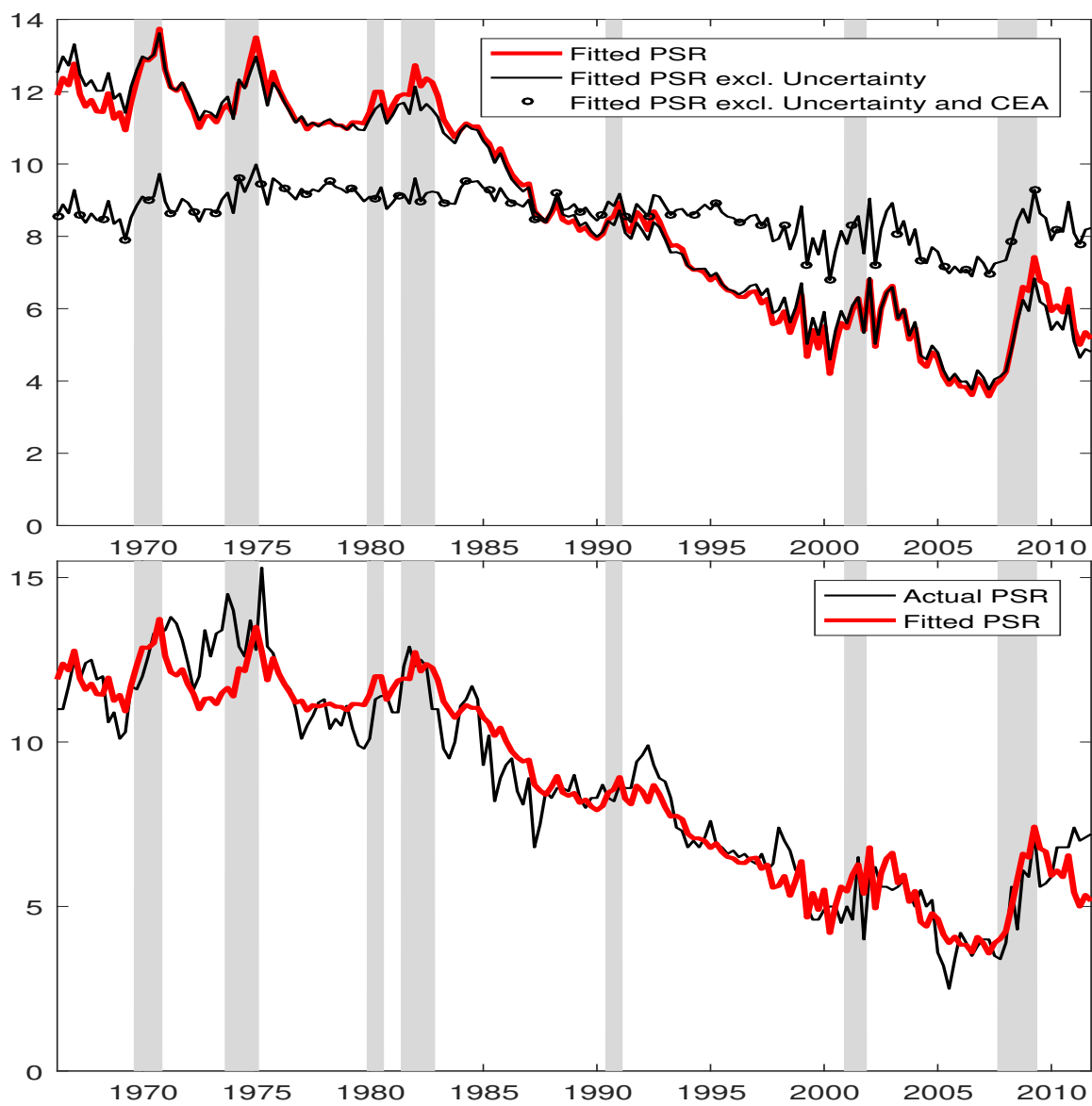


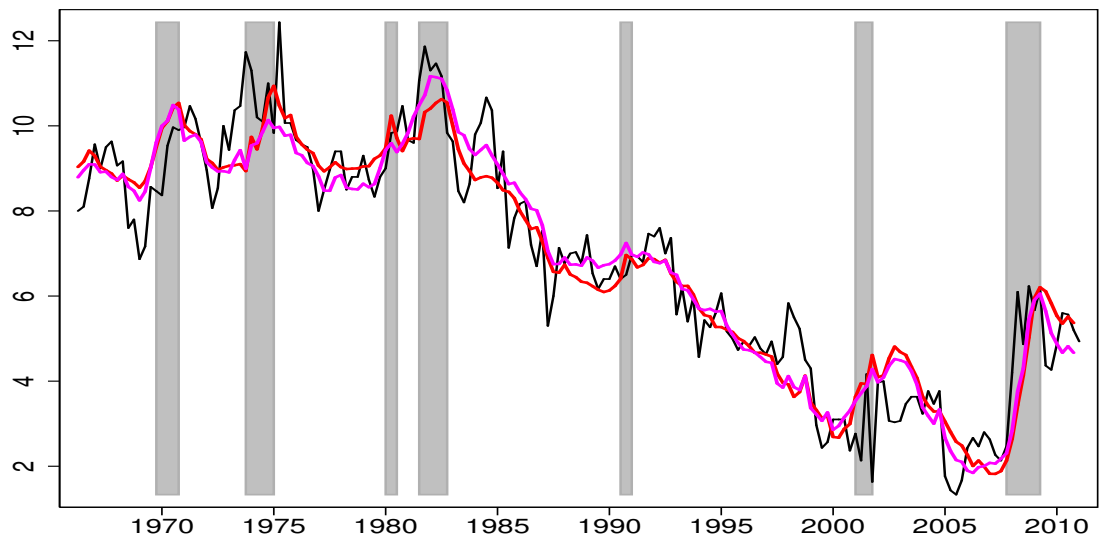
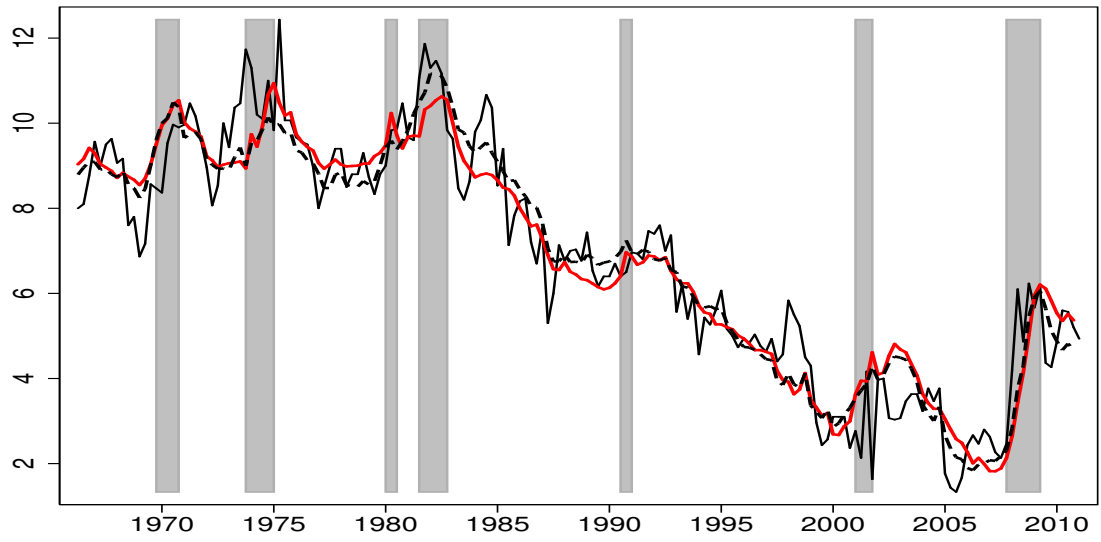


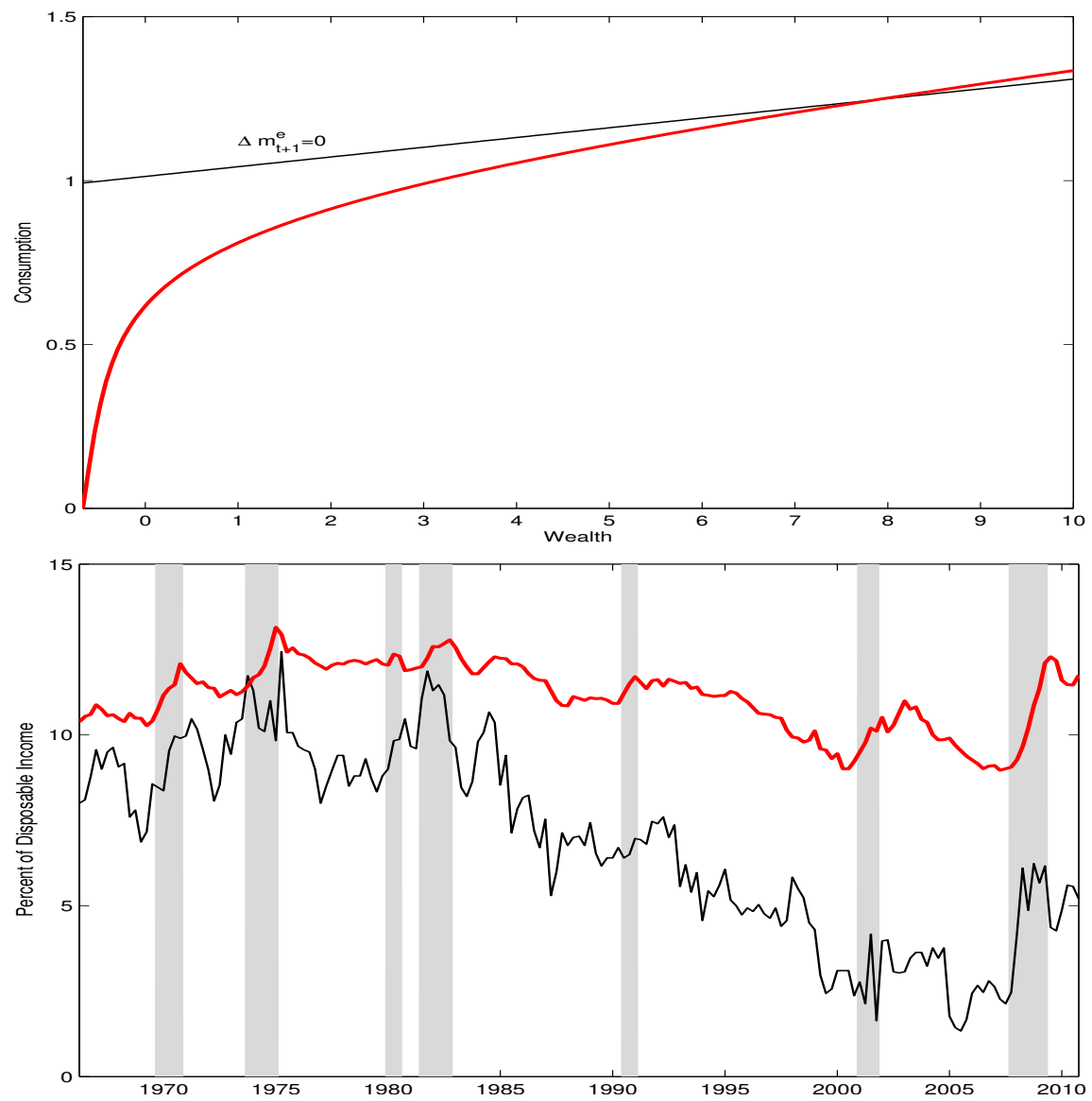












## References

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