Figures

1.1	Homogeneous slope, heterogeneous intercept, a	page 9
1.2	Homogeneous slope, heterogeneous intercept, b	9
1.3	Homogeneous slope, heterogeneous intercept, c	9
1.4	Heterogeneous slope and intercept, a	10
1.5	Heterogeneous slope and intercept, b	10
1.6	Earning and Education	12
6.1	Male dynamic response path for the health shock that leads to activity	
	limiting $(ALC = 1)$ vs. not $(ALC = 0)$.	204
6.2	Male dynamic response path for the health shock that leads to activity	
	limiting $(ALC = 1)$ vs. not $(ALC = 0)$.	205
7.1	Density of y^* censored or truncated at 0.	217
7.2	Distribution of y and y^* under symmetric trimming.	218
7.3	Probability density of u_{it} .	232
7.4	Conditional densities of y_{i1}^* and y_{i2}^* given $(x_{i1}, x_{i2}, \alpha_i)$, assuming $\Delta x_i' \beta < 0$. 232
7.5	Conditional densities of y_{i1}^* and y_{i2}^* given $(x_{i1}, x_{i2}, \alpha_i)$, assuming $\Delta x_i' \beta > 0$.	
7.6	The distribution of (y_{i1}^*, y_{i2}^*) assuming $\Delta x_i' \beta < 0$. $A_1 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* > 0\}$	
	$-\Delta x_i' \boldsymbol{\beta}, \ y_{i2}^* > y_{i1}^* + \Delta x_i' \boldsymbol{\beta}\}, A_2 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* \le -\Delta x_i' \boldsymbol{\beta}, \ y_{i2}^* > 0\},$	
	$B_1 = \{ (y_{i1}^*, y_{i2}^*) : y_{i1}^* > -\Delta \mathbf{x}_i' \boldsymbol{\beta}, \ 0 < y_{i2}^* < y_{i1}^* + \Delta \mathbf{x}_i' \boldsymbol{\beta} \}, B_2 = \{ (y_{i1}^*, y_{i2}^*) : $	
	$y_{i1}^* > -\Delta x_i' \beta, \ y_{i2}^* \le 0$.	233
7.7	The distribution of (y_{i1}^*, y_{i2}^*) assuming $\Delta x_i' \beta > 0$.	
	$A_1 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* > 0, \ y_{i2}^* > y_{i1}^* + \Delta x_i' \beta\}, \ A_2 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* \le A_1 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* \le A_2 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}$	
	$0, y_{i2}^* > \Delta x_i' \beta, B_1 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* > 0, \Delta x_i' \beta < y_{i2}^* < 0\}$	
	$y_{i1}^* + \Delta x_i' \beta$, $B_2 = \{(y_{i1}^*, y_{i2}^*) : y_{i1}^* > 0, y_{i2}^* \le \Delta x_i' \beta$.	234
7.8	$\gamma > 0, \gamma y_{i0}^* - \boldsymbol{\beta}' \Delta x_{i2} > 0.$	245
7.9	$\gamma > 0, \gamma y_{i0}^* - \boldsymbol{\beta}' \Delta x_{i2} < 0.$	246
8.1	Parameter estimates for the forward default intensity function	261
8.2	Lehman Brothers' term structure of forward and cumulative	
	default probabilities	262
12.1	Actual and AICC predicted real GDP growth rate from 1993Q1 to 2003Q4	375
12.2	AICC – Actual and counterfactual real GDP growth rate from	
	2004Q1 to 2008Q1	376
	Actual and AIC predicted real GDP growth rate from 1993Q1 to 2003Q4	377
12.4	AIC – Actual and counterfactual real GDP growth rate from	
	2004Q1 to 2008Q1	378
12.5	Difference between the actual and counterfactual cigarette consumption in	
	the treatment period	380

xiv List of Figures

12.6	The impact of China's high speed rail projects on the per capita growth rate	
	of some Chinese cities	382
12.7	Counterfactual number of infected and active cases for Germany and UK.	
	Counterfactual number of infected and active cases for Germany and UK	387
14.1	Comparison of aggregation of the stock price changes of top 15	
	US companies	459
14.2	Relative maximum likelihood for the parameters δ_1	466