

## **Preregistration Title**

### Cross-Country Correlations

## **Description**

Reviewing the literature on cross-country correlations and how many analyses control for non-independence between countries.

## **Summary**

We plan to replicate twelve previous cross-country correlations related to economic development and values:

| Reference                                       | Outcome variable                          | Predictor variable                                    | Covariates?                | Model                        | Number of countries in replication |
|---|---|---|----------------------------|------------------------------|------------------------------------|
| <i>Economic development</i>                     |   |   |                            |                              |                                    |
| Beck, Demirgüç-Kunt, and Levine (2003)          | Stock market development                  | Settler mortality                                     | No                         | Linear regression            | 70                                 |
| Beck, Demirgüç-Kunt, and Levine (2005)          | Average GDP per capita 1990-2000          | Small and medium enterprise sector's employment share | No                         | Linear regression            | 45                                 |
| Bockstette, Chanda, and Puttermann (2002)       | Average GDP growth 1960 - 1995            | State antiquity                                       | No                         | Linear regression            | 103                                |
| Easterly and Levine (2003)                      | Log GDP per capita 1995                   | Institutional development index 1998                  | No                         | Linear regression            | 63                                 |
| Easterly (2007)                                 | Gini coefficient                          | Log wheat sugar ratio                                 | No                         | Linear regression            | 98                                 |
| Skidmore and Toya (2002)                        | Per capita GDP growth 1960-1990           | Log number of natural disasters per one mil km sq     | No                         | Linear regression            | 88                                 |
| <i>Values</i>                                   |   |   |                            |                              |                                    |
| Adamczyk and Pitt (2009)                        | Disapproval of homosexuality              | Survival vs. self-expression values                   | Yes – see Model 5 in paper | Multilevel linear regression | 33                                 |
| Alesina, Giuliano, and Nunn (2013)              | Female labour force participation in 2000 | Traditional plough use                                | No                         | Linear regression            | 75                                 |
| Fincher, Thornhill, Murray, and Schaller (2008) | Individualism (Hofstede)                  | Historical pathogen prevalence                        | No                         | Linear regression            | 66                                 |
| Gelfand et al. (2011)                           | Tightness                                 | Natural disaster vulnerability                        | Yes - log GNI 2000         | Linear regression            | 28                                 |
| Inglehart and Baker (2000)                      | Traditional vs. secular-rational values   | Proportion in industrial sector                       | No                         | Linear regression            | 49                                 |
| Knack and Keefer (1997)                         | Confidence in institutions                | Percent trusting                                      | No                         | Linear regression            | 28                                 |

We have already collected the data for these replications and have run initial Bayesian linear / multilevel regressions replicating the original effect sizes.

Once we have pre-registered, we plan to run these regressions again *simultaneously controlling for both geographic and linguistic distances between countries*. Geographic distance is the standardised geodesic distance between country population centroids. Linguistic distance is the standardised cultural distances between all languages spoken within those countries, weighted by speaker percentages (see [here](#) for further details).

We will fit these Bayesian models in R v4.0.2 (R Core Team, 2021) using the *brms* package (Bürkner, 2017) running Stan (Stan Development Team, 2016). To control for geographic and linguistic distances between countries, we will allow country-level random intercepts to covary according to geographic and linguistic proximity by using Gaussian Processes and/or covarying random effects as outlined in [this phylogenetic vignette](#). The exact method employed will depend on model convergence.

## **References**

- Adamczyk, A., & Pitt, C. (2009). Shaping attitudes about homosexuality: The role of religion and cultural context. *Social Science Research*, 38(2), 338-351.
- Alesina, A., Giuliano, P., & Nunn, N. (2013). On the origins of gender roles: Women and the plough. *The Quarterly Journal of Economics*, 128(2), 469-530.
- Beck, T., Demirgüç-Kunt, A., & Levine, R. (2003). Law, endowments, and finance. *Journal of Financial Economics*, 70(2), 137-181.
- Beck, T., Demirgüç-Kunt, A., & Levine, R. (2005). SMEs, growth, and poverty: Cross-country evidence. *Journal of Economic Growth*, 10(3), 199-229.
- Bockstette, V., Chanda, A., & Putterman, L. (2002). States and markets: The advantage of an early start. *Journal of Economic Growth*, 7(4), 347-369.
- Bürkner, P. C. (2017). *brms*: An R package for Bayesian multilevel models using Stan. *Journal of Statistical Software*, 80(1), 1-28.
- Easterly, W. (2007). Inequality does cause underdevelopment: Insights from a new instrument. *Journal of Development Economics*, 84(2), 755-776.
- Easterly, W., & Levine, R. (2003). Tropics, germs, and crops: how endowments influence economic development. *Journal of Monetary Economics*, 50(1), 3-39.
- Fincher, C. L., Thornhill, R., Murray, D. R., & Schaller, M. (2008). Pathogen prevalence predicts human cross-cultural variability in individualism/collectivism. *Proceedings of the Royal Society B: Biological Sciences*, 275(1640), 1279-1285.
- Gelfand, M. J., Raver, J. L., Nishii, L., Leslie, L. M., Lun, J., Lim, B. C., ... & Yamaguchi, S. (2011). Differences between tight and loose cultures: A 33-nation study. *Science*, 332(6033), 1100-1104.

Inglehart, R., & Baker, W. E. (2000). Modernization, cultural change, and the persistence of traditional values. *American Sociological Review*, 19-51.

Knack, S., & Keefer, P. (1997). Does social capital have an economic payoff? A cross-country investigation. *The Quarterly Journal of Economics*, 112(4), 1251-1288.

R Core Team (2021). R: A language and environment for statistical computing. R Foundation for Statistical Computing, Vienna, Austria. URL <https://www.R-project.org/>.

Skidmore, M., & Toya, H. (2002). Do natural disasters promote long-run growth?. *Economic Inquiry*, 40(4), 664-687.

Stan Development Team. (2016). RStan: the R interface to Stan. R package version, 2(1), 522.