Table 1: OLS Method

	Dependent variable:
	is_upgraded
CAPEI_change	−0.005
	(0.004)
bm_change	−0.032
	(0.019)
evm_change	−0.010
	(0.014)
pe_op_basic_change	−0.065
	(0.087)
pe_op_dil_change	0.060
	(0.091)
pe_exi_change	0.005
	(0.020)
pe_inc_change	−0.001
	(0.019)
ps_change	0.172***
	(0.054)
pcf_change	−0.011
	(0.015)
dpr_change	−0.014
	(0.015)
npm_change	0.042***
	(0.012)
opmbd_change	−0.322***
	(0.099)
gpm_change	0.074
	(0.052)
ptpm_change	−0.002
	(0.004)
roa_change	0.293***
	(0.091)
roe_change	−0.018**
	(0.007)
roce_change	−0.009
	(0.006)
efftax_change	0.005
	(0.010)
aftret_eq_change	0.016
	(0.021)
aftret_equity_change	−0.016
	(0.021)
cash_lt_change	0.018
	(0.020)
Constant	0.489***
	(0.032)
Observations	312
R^2	0.131
Adjusted R^2	0.069
Residual Std. Error	0.483 (df = 290)
F Statistic	2.091*** (df = 21; 290)

Note: $^{*}p<0.1$; $^{**}p<0.05$; $^{***}p<0.01$

Table 2: Logit Method

	Dependent variable:
	is_upgraded
CAPEI_change	−0.046
	(0.030)
bm_change	−1.171***
	(0.363)
evm_change	−0.306**
	(0.156)
pe_op_basic_change	−0.686
	(1.490)
pe_op_dil_change	0.636
	(1.505)
pe_exi_change	0.067
	(0.129)
pe_inc_change	−0.025
	(0.116)
ps_change	0.815***
	(0.310)
pcf_change	−0.093
	(0.084)
dpr_change	−0.022
	(0.086)
npm_change	0.594***
	(0.183)
opmbd_change	−2.316***
	(0.669)
gpm_change	0.157
	(0.280)
ptpm_change	−0.193**
	(0.088)
roa_change	2.041***
	(0.606)
roe_change	−0.208
	(0.175)
roce_change	−0.108***
	(0.042)
efftax_change	0.023
	(0.074)
aftret_eq_change	0.553**
	(0.258)
aftret_equity_change	−0.550**
	(0.260)
cash_lt_change	0.093
	(0.118)
Constant	−0.031
	(0.144)
Observations	312
Log Likelihood	−183.410
Akaike Inf. Crit.	410.820

Note: *p<0.1; **p<0.05; ***p<0.01