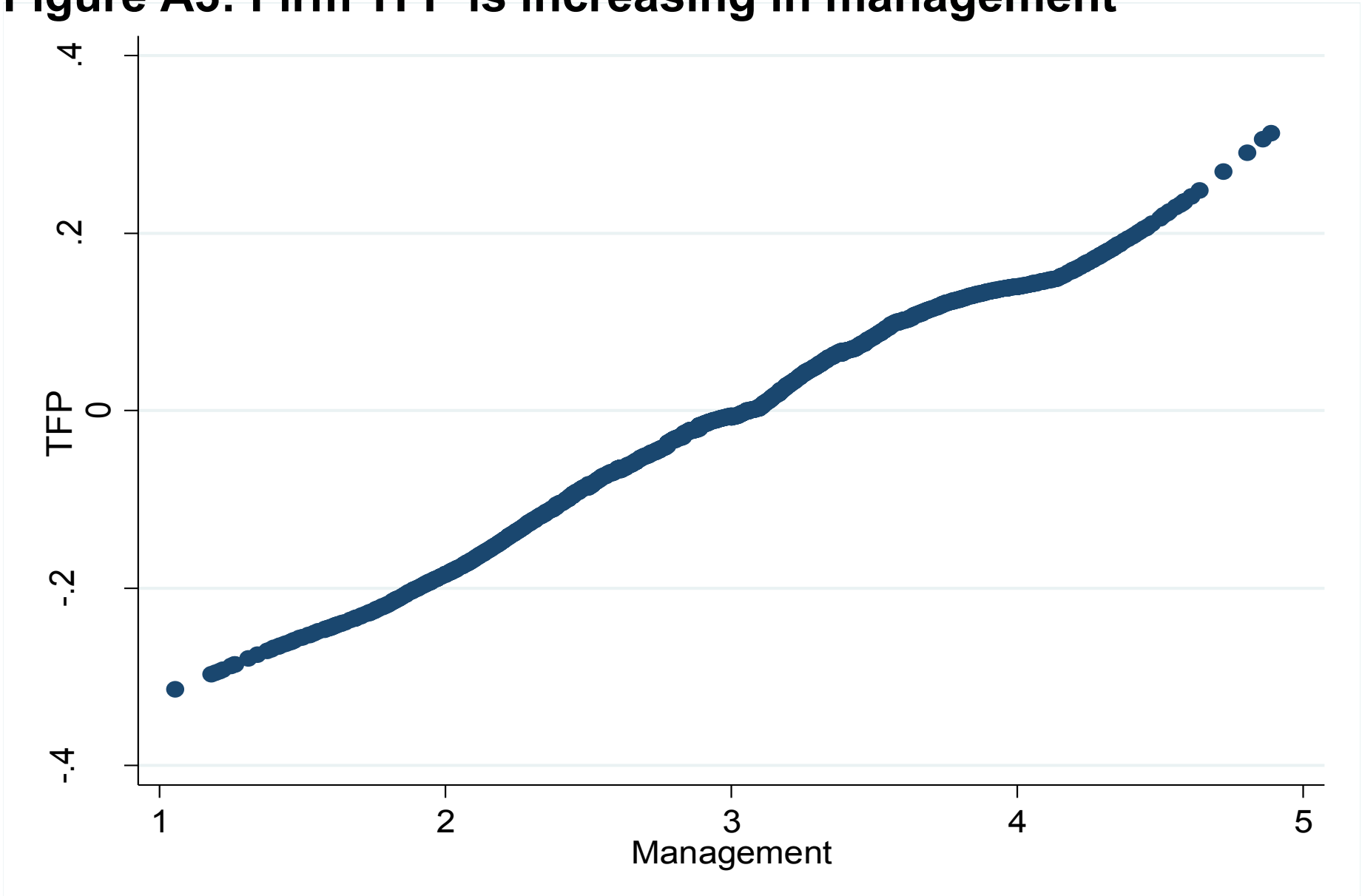


Figure A3: Firm TFP is increasing in management



Notes: This plots the lowess predicted valued of TFP against management (bandwidth=0.5). TFP calculated as residual of regression of $\ln(\text{sales})$ on $\ln(\text{capital})$ and $\ln(\text{labor})$ plus a full set of 3 digit industry, country and year dummies controls. N = 10,900.