An Economic Model of Corruption and Development with an Application to China

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1. Introduction

	Countries	Distance Values	(1) Linguistic only	(2) Controls: Geo	(3) Controls: Geo, Income
All Countries	115	6,555	0.183 (1e-05)	0.159 (6e-05)	0.158 (1.1e-04)
Ex-Europe	94	4,371	0.172 (3e-05)	0.155 (2.9e-04)	0.155 (1.6e-04)
Ex-Sub-Saharan Africa	73	2,628	0.283 (1e-05)	0.240 (1e-05)	0.228 (3e-05)
Ex-East Asia	103	5,253	0.160 (1.3e-04)	0.144 (1.3e-03)	0.146 (1e-03)
Ex-Latin America	98	4,753	0.190 (2e-05)	0.145 (4.3e-04)	0.146 (3.8e-04)
Ex-Anglo	109	5,886	0.178 (2e-05)	0.151 (4.2e-04)	0.152 (4.3e-04)
Ex-OECD	88	3,828	0.188 (3e-05)	0.169 (2.1e-04)	0.170 (2.7e-04)
Ex-OPEC	105	5,460	0.181 (5e-05)	0.157 (2.5e-04)	0.157 (2e-04)

	Countries	Distance Values	(1) Growth	(2) Linguistic	(3) Geographic	(4) Income
All Countries	115	6,555	9.353 (1.748)	0.558 (0.129)	8.222 (0.738)	8.318 (1.508)
Europe	21	210	7.614 (1.966)	0.502 (0.114)	6.827 (0.666)	8.612 (1.269)
Sub-Saharan Africa	43	903	9.219 (1.607)	0.541 (0.123)	7.427 (0.678)	6.678 (1.544)
East Asia	12	66	9.943 (2.288)	0.621 (0.097)	7.229 (0.615)	8.317 (1.341)
Latin America	17	136	8.411 (1.597)	0.147 (0.114)	7.321 (0.769)	7.844 (1.117)
Anglo	6	15	7.823 (1.749)	0.272 (0.176)	8.458 (1.034)	7.680 (1.598)
OECD	27	351	8.340 (1.988)	0.528 (0.131)	7.800 (1.082)	8.418 (1.286)
OPEC	10	45	8.626 (1.407)	0.539 (0.173)	8.175 (0.850)	8.023 (1.593)

	Growth	Linguistic	Geographic	Income
Growth				
Linguistic	0.183 (1e-05)			
Geographic	0.141 (4e-05)	0.204 (1e-05)		
Income	0.034 (2.9e-01)	0.083 (4.5e-02)	0.188 (1e-05)	

(1) Growth-Linguistic	(2) Growth-Trade	(3) Linguistic-Trade	(4) Growth-Linguistic (Control: Trade)
0.182 (2e-05)	-0.060 (1.2e-02)	-0.048 (5.5e-02)	0.180 (2e-05)