

READ ME FILE FOR "MINIMUM WAGES AND FIRM PROFITABILITY"

This folder contains the files needed to replicate the results found in Draca, Machin and Van Reenen (2010).

Three do files are contained in the file and they provide the following sets of results.

1. AEJ_main_results.do

This file reproduces the results for Tables 1-6 and B1 in the appendix. It also provides Figures 2 and 3. The data used by this file includes the main FAME data and the care homes data.

2. AEJ_vat_industry1.do

This file provides Table 6 and Table B1, the results based on the Department of trade and Industry (DTI) VAT registrations.

3. AEJ_wers1.do

Finally, this file reproduces Figure 1, based on the Workplace Employment Relations (WERS) data.