

Table 1: Cost-side regressions with elasticity interactions (levels, domestic vehicles)

Dependent Variable:	ln_costs				
Model:	(1)	(2)	(3)	(4)	(5)
<i>Variables</i>					
ln(size)	0.5184*** (0.1904)	0.4933** (0.1985)	0.5052** (0.1962)	0.4617** (0.1901)	0.4854** (0.1903)
ln(weight)	0.4592* (0.2724)	0.4700* (0.2556)	0.4769* (0.2603)	0.4375 (0.2640)	0.4649* (0.2663)
ln(hp)	0.2233** (0.0867)	0.2192** (0.0882)	0.2221** (0.0870)	0.2272*** (0.0861)	0.2298*** (0.0838)
ln(mpg)	-0.0878 (0.0736)	-0.0697 (0.0722)	-0.0779 (0.0728)	-0.0382 (0.0671)	-0.0595 (0.0706)
$\rho_{j,t-1} \times \log(RER_{jt})$	0.7148*** (0.2577)	1.474*** (0.3926)	1.294*** (0.4028)	2.546*** (0.7657)	2.051*** (0.6867)
$\varepsilon_{j,t} \times \log(RER_{jt})$		0.0382*** (0.0131)		0.0199 (0.0138)	
$\varepsilon_{j,t-1} \times \log(RER_{jt})$			0.0291** (0.0132)		0.0167 (0.0133)
$\rho_{j,t-1} \times \varepsilon_{j,t} \times \log(RER_{jt})$				0.2035* (0.1112)	
$\rho_{j,t-1} \times \varepsilon_{j,t-1} \times \log(RER_{jt})$					0.1415 (0.0891)
<i>Fixed-effects</i>					
make_model	Yes	Yes	Yes	Yes	Yes
year	Yes	Yes	Yes	Yes	Yes
<i>Fit statistics</i>					
Observations	323	323	323	323	323
R ²	0.98572	0.98644	0.98612	0.98695	0.98639
Within R ²	0.30631	0.34167	0.32580	0.36622	0.33894

Clustered (make_model) standard-errors in parentheses

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1

Table 2: Cost-side regressions with elasticity interactions (first differences, domestic vehicles)

Dependent Variable:	ln_costs				
Model:	(1)	(2)	(3)	(4)	(5)
<i>Variables</i>					
ln(size)	0.5745*** (0.1910)	0.5715*** (0.1985)	0.5731*** (0.1934)	0.5757*** (0.1942)	0.5710*** (0.1944)
ln(weight)	0.7051** (0.3330)	0.6982** (0.3348)	0.7028** (0.3354)	0.6991** (0.3361)	0.7018** (0.3362)
ln(hp)	0.2647** (0.1014)	0.2642** (0.1017)	0.2647** (0.1016)	0.2622** (0.1034)	0.2657** (0.1020)
ln(mpg)	-0.0249 (0.0632)	-0.0211 (0.0619)	-0.0236 (0.0621)	-0.0176 (0.0614)	-0.0253 (0.0626)
$\rho_{j,t-1} \times \log(RER_{jt})$	0.6618** (0.2575)	0.9500* (0.5223)	0.7751 (0.4892)	1.186 (0.9136)	0.6525 (0.7246)
$\varepsilon_{j,t} \times \log(RER_{jt})$		0.0131 (0.0200)		0.0066 (0.0217)	
$\varepsilon_{j,t-1} \times \log(RER_{jt})$			0.0051 (0.0187)		0.0080 (0.0221)
$\rho_{j,t-1} \times \varepsilon_{j,t} \times \log(RER_{jt})$				0.0523 (0.1234)	
$\rho_{j,t-1} \times \varepsilon_{j,t-1} \times \log(RER_{jt})$					-0.0255 (0.0990)
<i>Fixed-effects</i>					
year	Yes	Yes	Yes	Yes	Yes
<i>Fit statistics</i>					
Observations	207	207	207	207	207
R ²	0.36219	0.36415	0.36248	0.36474	0.36262
Within R ²	0.27203	0.27427	0.27236	0.27494	0.27252

Clustered (make_model) standard-errors in parentheses

Signif. Codes: ***: 0.01, **: 0.05, *: 0.1