

**Table 8: Structural Estimation – Regulatory Burden and Fintech Quality**

This table shows the estimated bank regulatory burden and fintech quality parameters. The regulatory burden reported here is defined as  $1/\zeta$ , where  $\zeta$  is the scaling factor on the probability of lending to a specific borrower as discussed in Section IV.B.2. A higher bank regulatory burden parameter captures relatively constrained traditional banks; a lower burden captures relatively constrained traditional banks. An increase in the fintech quality parameter indicates an increase in the perceived quality of services offered by shadow bank fintech lenders relative to other lenders. Fintech quality is relative to non-fintech shadow bank originations of the same type (new origination or refinance).

Year	Bank Regulatory Burden	Fintech Quality	
		New Originations	Refinance
2010	0.55	-1.29	0.53
2011	0.53	-0.88	0.69
2012	0.36	-0.80	1.00
2013	0.60	-0.54	1.21
2014	1.29	-0.33	1.26
2015	1.09	-0.15	1.25