

Table 1: Association between automobile price and fuel efficiency

	(1)	(2)	(3)	(4)
	Domestic cars		Foreign cars	
	Spec 1	Spec 2	Spec 1	Spec 2
Miles per gallon	-329*** (81.2)	238 (203)	-250** (88.2)	-19.8 (51.7)
Weight (pounds)		4.42*** (1.34)		5.16*** (0.770)
N	52	52	22	22
$R^2$	0.254	0.483	0.399	0.785

Notes: Outcome variable is price (1978 dollars). Columns (1) and (2) report estimates of  $\beta$  from equation (??) for domestic automobiles. Columns (3) and (4) report estimates for foreign automobiles. Robust standard errors are reported in parentheses. A \*/\*\*/\*\* indicates significance at the 10/5/1% levels.