

Table 1: Baseline effect of internal finance on firm TFP

	Dependent variable: Total factor productivity					
	(1)	(2)	(3)	(4)	(5)	(6)
log(cashflow)	0.018*** (0.0002)		0.018*** (0.0002)	0.018*** (0.0002)	0.018*** (0.0002)	0.018*** (0.0002)
log(current ratio)		0.003*** (0.0002)	0.002*** (0.0002)	0.002*** (0.0002)	0.002*** (0.0002)	0.003*** (0.0002)
log(collateral)	0.043*** (0.001)	0.032*** (0.001)	0.043*** (0.001)	0.043*** (0.001)	0.043*** (0.001)	0.042*** (0.001)
log(liabilities to asset)	0.006*** (0.0003)	0.007*** (0.0004)	0.008*** (0.0004)	0.008*** (0.0004)	0.008*** (0.0004)	0.009*** (0.0004)
log(labor to capital)	0.026*** (0.0005)	0.031*** (0.001)	0.026*** (0.0005)	0.026*** (0.0005)	0.026*** (0.0005)	0.026*** (0.0005)
log(total asset)	0.065*** (0.001)	0.063*** (0.001)	0.065*** (0.001)	0.065*** (0.001)	0.065*** (0.001)	0.065*** (0.001)
log(age)	0.004*** (0.0003)	0.004*** (0.0003)	0.004*** (0.0003)	0.004*** (0.0003)	0.004*** (0.0003)	0.005*** (0.0003)
export to sale	0.008*** (0.002)	0.008*** (0.002)	0.008*** (0.002)	0.008*** (0.002)	0.008*** (0.002)	0.008*** (0.002)
all credit				0.069** (0.028)		
long term credit					0.024*** (0.002)	
credit demand						-0.001 (0.0004)
firm	Yes	Yes	Yes	Yes	Yes	Yes
industry	Yes	Yes	Yes	Yes	No	No
year	Yes	Yes	Yes	Yes	Yes	Yes
Observations	402,287	402,287	402,287	402,287	402,287	371,415
R ²	0.953	0.947	0.953	0.953	0.953	0.955

This table estimates eq(X). Heteroskedasticity-robust standard errors clustered at the firm level appear in parentheses. Dependent variables include firm's TFP level. Independent variable cashflow is measured as net income + depreciation over asset; current ratio is measured as current asset over current liabilities. * Significance at the 10%, ** Significance at the 5%, *** Significance at the 1%.