

**Table 2: Labor Supply (3SLS Estimates)**

	Dependent Variable: Labor Supply							
<b>Labor supply t-1</b>	0.6716*** (0.0269)	0.6980*** (0.0267)	0.6737*** (0.0268)	0.6992*** (0.0266)	0.6761*** (0.0268)	0.7029*** (0.0265)	0.6799*** (0.0265)	0.7039*** (0.0262)
<b>Trade/GDP (%)</b>	0.0177*** (0.0052)	0.0215*** (0.0055)	0.0189*** (0.0053)	0.0223*** (0.0055)	0.0169*** (0.0052)	0.0210*** (0.0054)	0.0184*** (0.0052)	0.0213*** (0.0054)
<b>Ln GDP Capita</b>	4.1762*** (0.5151)	4.0168*** (0.6421)	4.1922*** (0.5030)	3.8720*** (0.6309)	3.8597*** (0.4838)	3.8294*** (0.6317)	4.3361*** (0.5166)	3.9769*** (0.6307)
<b>Population (Millions)</b>	-0.0222*** (0.0049)	-0.0215*** (0.0048)	-0.0220*** (0.0049)	-0.0211*** (0.0048)	-0.0213*** (0.0049)	-0.0206*** (0.0048)	-0.0226*** (0.0049)	-0.0217*** (0.0048)
<b>Parcomp t-1</b>	-0.3027* (0.1591)	-0.3281** (0.1563)						
<b>Regime t-1</b>			-0.0588** (0.0237)	-0.0579** (0.0239)				
<b>Not-Free t-1</b>					0.6202 (0.9094)	1.0162 (0.8892)		
<b>ID t-1</b>							-0.0425*** (0.0159)	-0.0394** (0.0161)
<b>Constant</b>	-12.4351*** (4.0315)	-13.1283** (5.9061)	-13.7697*** (4.1052)	-12.8908** (5.8935)	-11.2587*** (3.9918)	-13.4571** (5.9206)	-15.2811*** (4.2546)	-13.9371** (5.8701)
<b>Observations</b>	691	691	691	691	696	696	696	696
<b>Groups</b>	61	61	61	61	61	61	61	61
<b>R-square</b>	0.9821	0.9834	0.9822	0.9835	0.9820	0.9832	0.9823	0.9835
<b>Country/Year Dummies</b>	Yes/No	Yes/Yes	Yes/No	Yes/Yes	Yes/No	Yes/Yes	Yes/No	Yes/Yes

Standard errors in parentheses

\* significant at 10%; \*\* significant at 5%; \*\*\* significant at 1%

Years: 1980-1998

Countries: Albania, Argentina, Australia, Austria, Belgium, Bolivia, Brazil, Bulgaria, Canada, Chile, China, Colombia, Costa Rica, Denmark, Dominican Republic, Ecuador, Egypt, El Salvador, Estonia, Finland, France, Greece, Honduras, Hungary, Indonesia, Ireland, Israel, Italy, Jamaica, Japan, Latvia, Lithuania, Malaysia, Mexico, Morocco, Netherlands, The, New Zealand, Nicaragua, Norway, Pakistan, Panama, Paraguay, Peru, Philippines, Poland, Portugal, Romania, Russia, Singapore, South Africa, South Korea, Spain, Sri Lanka, Sweden, Switzerland, Thailand, Turkey, United Kingdom, United States, Uruguay, Venezuela.

### Descriptive Statistics:

Variable	Units	Obs	Mean	Std. Dev.	Min	Max
<b>Labor Supply</b>	%	856	62.48	9.85	37.23	91.66
<b>Trade/GDP</b>	%	856	68.13	53.27	11.51	439.03
<b>Real GDP</b>	Constant US\$ Billions	856	0.48	1.06	0.01	8.41
<b>Capita GDP</b>	Constant US\$ 1,000	856	11.11	7.30	1.07	31.09
<b>Population</b>	Million	856	58.24	166.64	1.41	1238.60
<b>Parcomp</b>		856	4.06	1.17	1	5
<b>Regime</b>		856	6.73	5.30	-9	10
<b>ID</b>		856	22.91	12.73	0	47.11
<b>Free</b>		856	0.67	0.47	0	1