1. File MerzYashiv has the Gauss GMM program; file MerzYashiv _data has the data which are used in Gauss GMM program.

Note: In table 5 (Actual vs. Predicted Asset Value) the sample of actual s/f is 1977:4-2002:3 in order to be comparable to the fitted s/f sample, so actual s/f stats in table 5 differ a little from the actual s/f stats in table 1

. Dataforgauss.xls file has the data series which are as follows:

f/k: denotes the output to physical capital ratio

i/k: denotes the investment to physical capital ratio

wf/n: denotes the labor share of income (compensation of employees)

s/f: denotes the market value of non-farm, non-financial business

tau: denotes the statutory corporate income tax rate

h/n: denotes workers gross hiring rate

fn: denotes the output to employment ratio

psy: denotes workers gross separation rate

ff: denotes output

delta: denotes quarterly real depreciation rates

m: denotes discount factor

pi: denotes the real price of new capital goods

The reader is referred to the paper for data sources and definitions