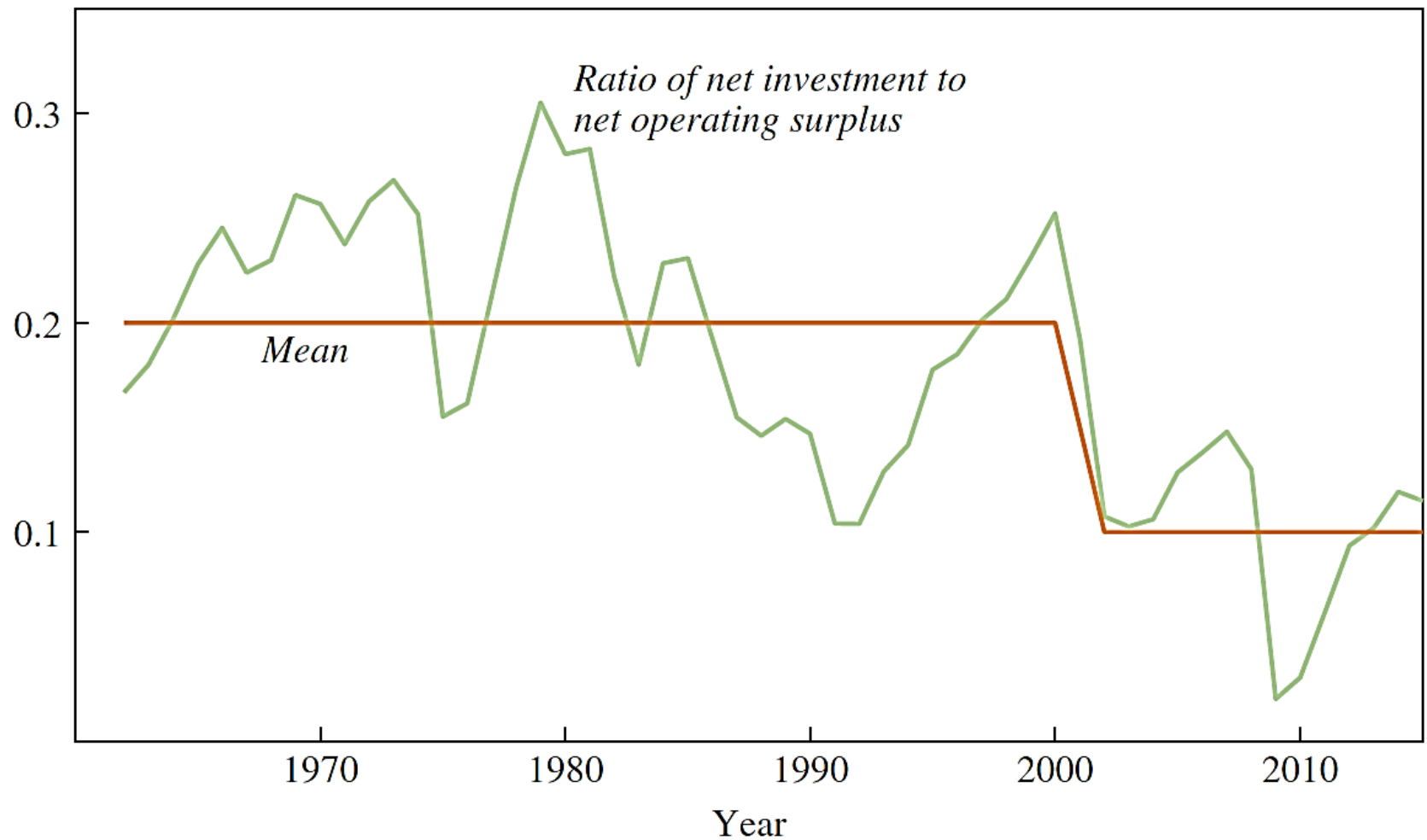


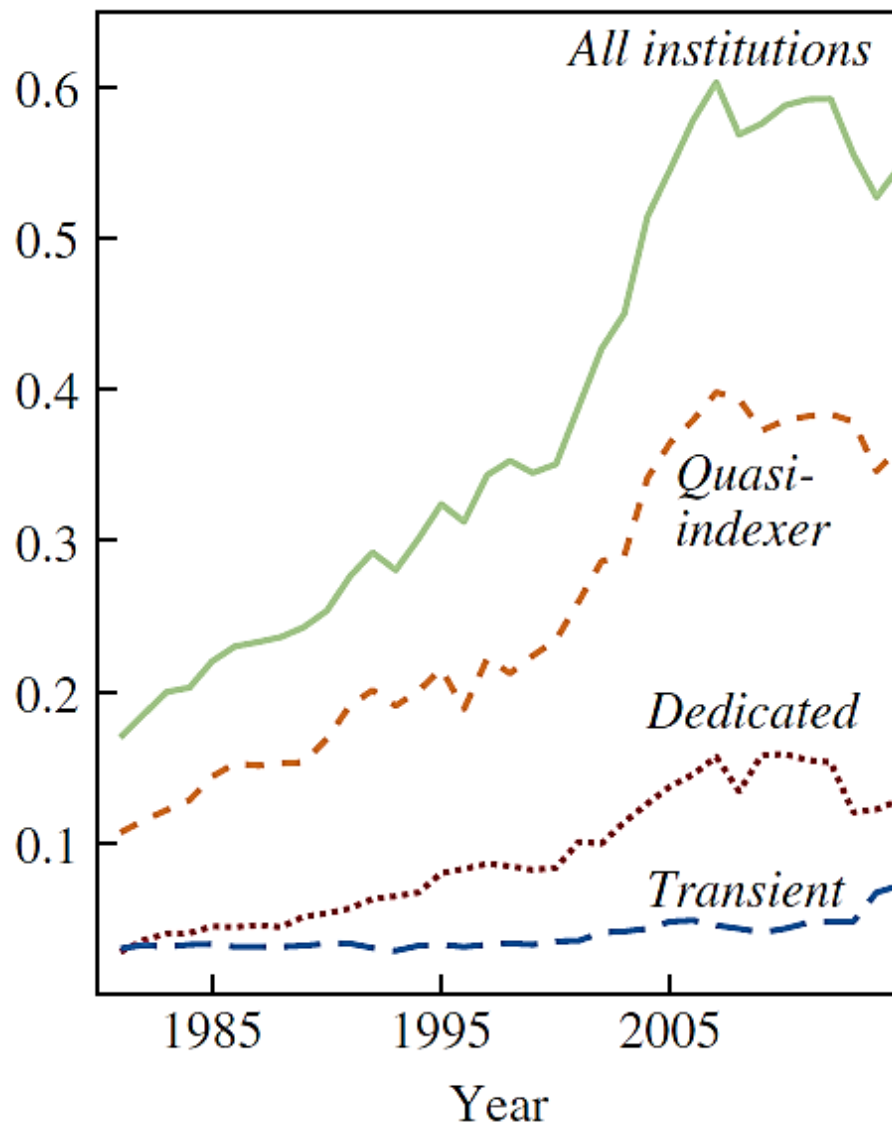
Figure 1. Net Investment Relative to Net Operating Surplus, 1962–2015^a



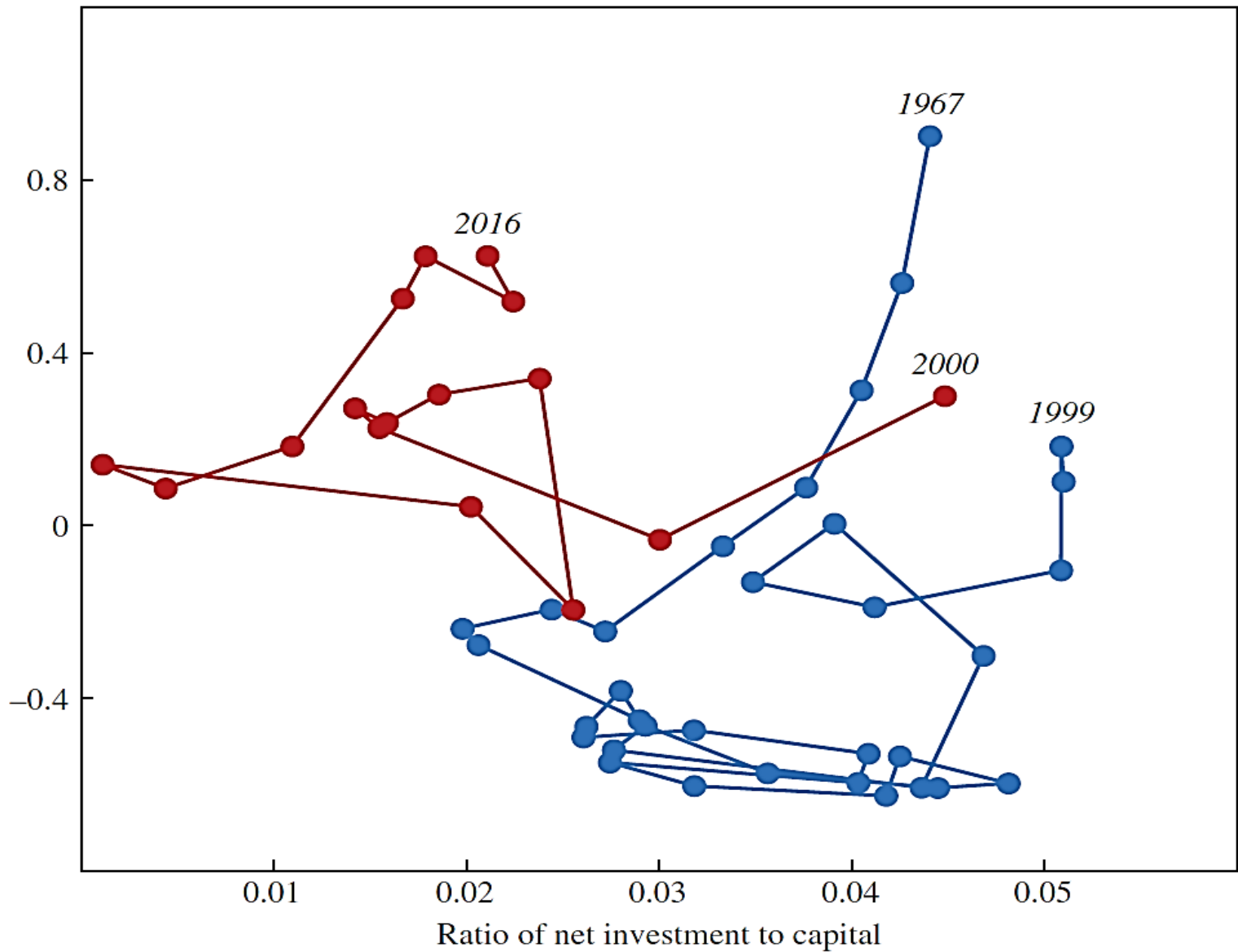
Sources: Financial Accounts of the United States; FRED.

a. The data are for nonfinancial corporate and noncorporate business,

Average institutional ownership share



$Q - 1$



From: Robert Hall, Discussion of the Gutierrez-Philippon paper.

Table 3. Aggregate Net Investment: OLS Regressions^a

	<i>Net investment rate</i>					
	<i>After 1980</i> (1)	<i>After 1980</i> (2)	<i>After 1980</i> (3)	<i>After 1990</i> (4)	<i>After 1990</i> (5)	<i>After 1990</i> (6)
Aggregate Compustat $Q(t-1)$	0.002 [0.48]	0.003 [1.13]	0.012*** [3.03]	0.023*** [4.56]	0.016*** [4.53]	0.019*** [4.69]
Median sales Herfindahl index ($t-1$)		-0.516*** [-6.74]	-0.270** [-2.18]		-0.386*** [-5.77]	-0.253** [-2.26]
Mean share of quasi-indexer owners ($t-1$)			-0.038* [-2.02]			-0.024 [-1.46]
No. of observations	36	36	34	26	26	26
R^2	0.01	0.58	0.67	0.47	0.78	0.80

Sources: Financial Accounts of the United States; Compustat; authors' calculations.

a. The data are annual. t statistics are shown in brackets. Statistical significance is indicated at the ***1 percent, **5 percent, and *10 percent levels.

Table 5. Industry-Level Regressions: “Core” Explanations^a

	<i>Net investment rate</i>			
	<i>After 1980</i> <i>(1)</i>	<i>After 1990</i> <i>(2)</i>	<i>After 1980</i> <i>(3)</i>	<i>After 1990</i> <i>(4)</i>
Median log $Q(t-1)$	0.170*** [14.633]	0.163*** [16.812]	0.173*** [14.894]	0.275*** [6.610]
Mean share of quasi-indexer owners ($t-1$)	-0.091** [-2.276]	-0.118*** [-3.068]	-0.092** [-2.269]	-0.125** [-2.454]
Modified Herfindahl index ($t-1$)	-0.056** [-2.556]	-0.056** [-2.394]		
Traditional Herfindahl index ($t-1$)			-0.054** [-2.417]	-0.093*** [-2.614]
Common ownership-adjusted Herfindahl index ($t-1$)			-0.063** [-2.373]	-0.104** [-2.373]
Age controls	Yes	Yes	Yes	Yes
Year fixed effects	Yes	Yes	Yes	Yes
Industry demeaned	Yes	Yes	Yes	Yes
No. of observations	1,445	1,110	1,445	1,110
ρ^2	0.380	0.390	0.381	0.499

Sources: U.S. Bureau of Economic Analysis; Compustat; authors' calculations.

a. The data are annual. t statistics are shown in brackets. Statistical significance is indicated at the ***1 percent, **5 percent, and *10 percent levels.

Table 6. Firm-Level Regressions: "Core" Explanations^a

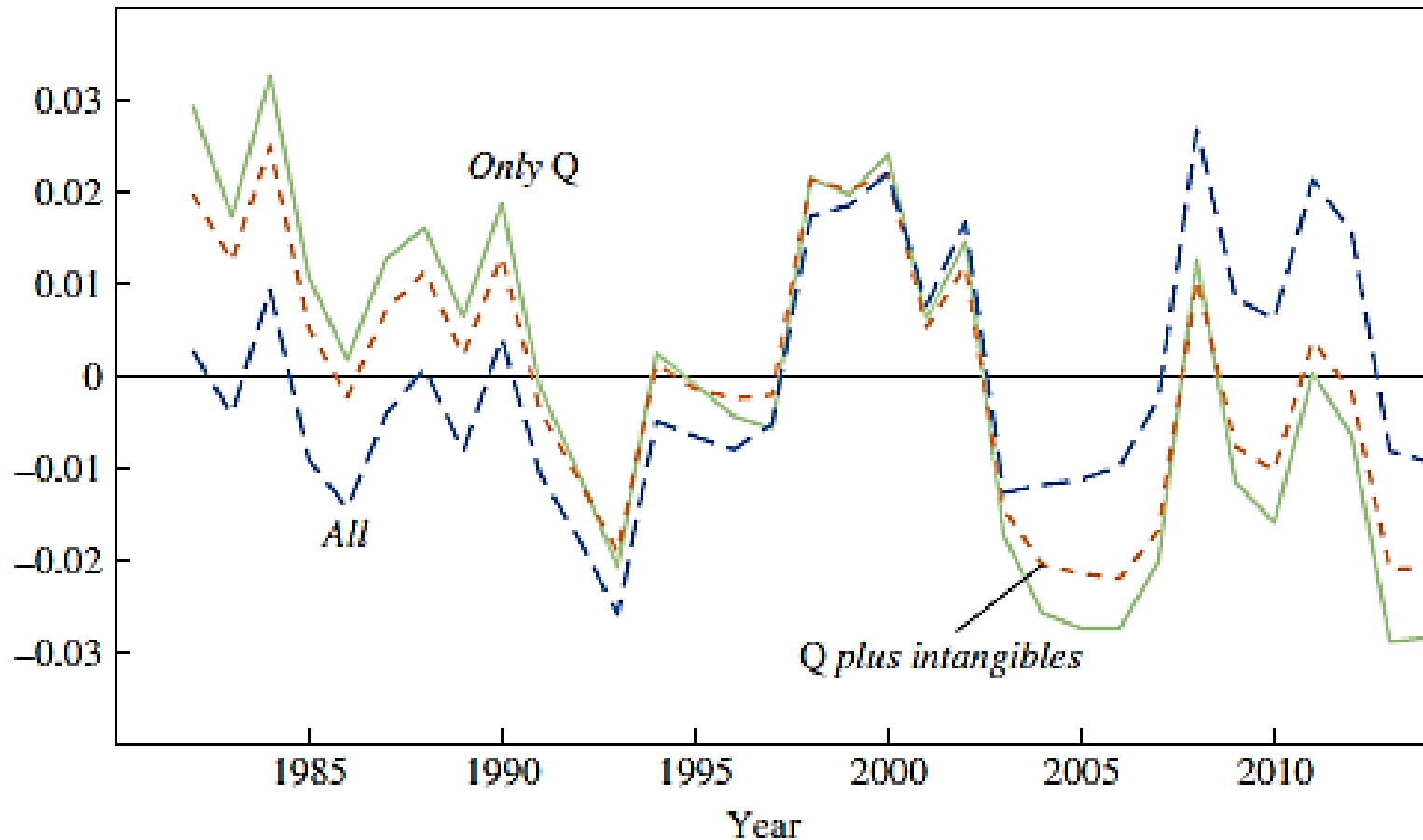
	<i>Net CAPX/PP&E</i>			<i>Log(R&D/AT)</i>		
	<i>After 1990</i> (1)	<i>After 1990</i> (2)	<i>After 1990</i> (3)	<i>After 1990</i> (4)	<i>After 1990</i> (5)	<i>After 1990</i> (6)
$Q(t-1)$	0.120*** [59.779]	0.223*** [51.793]	0.138*** [59.732]			
$\text{Log } Q(t-1)$				1.082*** [51.468]	0.940*** [24.118]	1.093*** [51.145]
Share of quasi-indexer owners ($t-1$)	-0.067*** [-6.417]	-0.120*** [-6.671]	-0.072*** [-6.381]	-0.731*** [-9.081]	-0.483*** [-7.405]	-0.719*** [-8.903]
Modified Herfindahl index ($t-1$)	-0.055** [-2.251]	-0.074*** [-2.753]		-0.286* [-1.833]	-0.404*** [-3.739]	
Age controls	Yes	Yes	Yes	Yes	Yes	Yes
Year fixed effects	Yes	Yes	No	Yes	Yes	No
Industry demeaned	Yes	No	No	Yes	No	No
Firm demeaned	No	Yes	No	No	Yes	No
Industry-year demeaned	No	No	Yes	No	No	Yes
No. of observations	77,772	77,772	77,772	40,696	40,696	40,696
ρ^2	0.218	0.267	0.221	0.241	0.169	0.240

Sources: Compustat; authors' calculations.

a. The data are annual. t statistics are shown in brackets. Statistical significance is indicated at the ***1 percent, **5 percent, and *10 percent levels.

Figure 9. Time Fixed Effects from Industry- and Firm-Level Regressions, 1982–2014^a

Time fixed effects



Sources: U.S. Bureau of Economic Analysis; Compustat; authors' calculations.

a. The figure shows time fixed effects from errors-in-variables panel regressions of industry net investment on median $\log(Q)$, firm age, and additional variables as shown. All variables are demeaned.