

APPENDIX 8

Correlation Matrix

	Equity/Total Asset Ratio	Total Asset Score	Labour/Capital Ratio	Squared Labour/Capital Ratio
Equity/Total Asset Ratio	1.0000			
Total Asset Score	(0.2420)	1.0000		
Labour/Capital Ratio	(0.1929)	0.4473	1.0000	
Squared Labour/Capital Ratio	(0.0943)	0.3481	0.9511	1.0000

Tobit 1

	Ownership (d1)	Geography (d2)	ETA	Total Assets	Provision/Equity (pk)	pk2	Capital
Ownership (d1)	1,000	-0,386	-0,163	0,665	0,435	0,348	0,612
Geography (d2)		1,000	0,337	-0,450	-0,336	-0,266	-0,406
ETA			1,000	-0,330	-0,237	-0,184	-0,175
Total Assets				1,000	0,536	0,423	0,901
Provision/Equity (pk)					1,000	0,905	0,492
pk2						1,000	0,378
Capital							1,000

Tobit 2

	Ownership (d1)	Geography (d2)	ETA	Total Assets	Provision/Equity (pk)	pk2	Capital
Ownership (d1)	1,000	-0,260	-0,183	0,671	0,415	0,334	0,617
Geography (d2)		1,000	0,072	-0,196	-0,108	-0,114	-0,154
ETA			1,000	-0,333	-0,262	-0,194	-0,178
Total Assets				1,000	0,519	0,409	0,901
Provision/Equity (pk)					1,000	0,909	0,467
pk2						1,000	0,359
Capital							1,000