

Appendix B

Univariate Evidence of Inequality Trap with Inclusion of Trends

When first presenting univariate evidence of an inequality trap in Chapter ??, I mentioned that I had estimated alternative models including time trends. I present the results from those alternative models here in Figure B.1. If the results here are compared with those reported in the main text, there is little substantive difference.

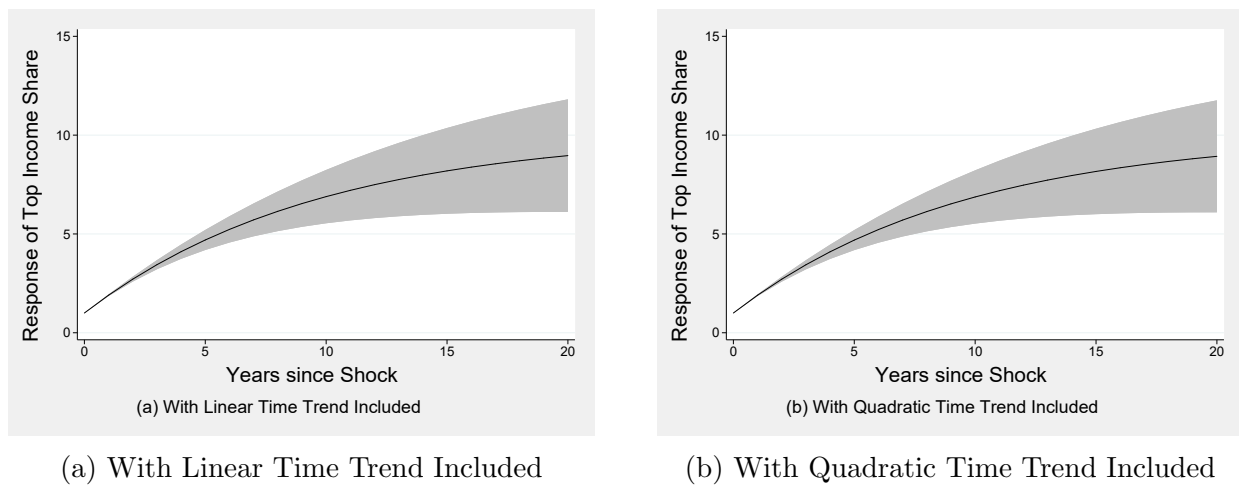


Figure B.1: Effect of Current Increase in Top Shares on Future Level of Inequality