

Appendix A

This appendix to "Multinational Wage Premium and Wage Dynamics," by authors Gianluca Orefice, Nicholas Sly and Farid Toubal, contains results from propensity score matching specifications and balancing tests referenced in the manuscript. We match French firms that are acquired by foreign MNEs to observationally equivalent domestic firms within year and within sector. Each column in Table 1 reports coefficient estimates from logit specifications for each individual year in our sample, with the results of the balancing tests immediately below.

Table 1: Propensity Score Matching & Balancing Test Results

	2002	2003	2004	2005	2006	2007
Panel A: First Stage PSM results						
TFP	0.177 (0.153)	0.795 ^a (0.179)	-0.172 (0.233)	0.333 ^c (0.174)	0.316 ^b (0.140)	0.377 ^b (0.167)
Skill Intensity	1.176 ^a (0.408)	0.608 (0.565)	-0.111 (0.639)	0.018 (0.475)	0.502 (0.409)	0.503 (0.465)
Export	0.554 (0.361)	0.722 ^b (0.331)	0.686 ^c (0.357)	-0.420 (0.551)	1.070 ^a (0.281)	0.568 (0.345)
Capital Intensity	0.072 (0.130)	0.046 (0.169)	0.246 (0.212)	0.172 (0.150)	0.008 (0.120)	-0.100 (0.134)
Industry FE	Yes	Yes	Yes	Yes	Yes	Yes
Observations	2,005	2,075	1,784	2,285	2,361	2,317
Panel B: Balancing Property Test (H0: equal means) (<i>p</i> -values are reported)						
TFP	0.741	0.567	0.499	0.583	0.451	0.695
Skill Intensity	0.899	0.081	0.746	0.777	0.783	0.844
Export	0.887	0.631	0.055 ^c	0.061 ^c	0.663	0.308
Capital Intensity	0.846	0.557	0.263	0.745	0.776	0.713

Dependent variable is an indicator that equals unity in the year of foreign acquisition. Logit estimates with robust standard errors. Student *t*s are in parentheses. ^a, ^b, ^c significantly different from 0 at 1%, 5% and 10% level, respectively.