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"If we learn anything from the history of economic development, it is that culture makes all the difference."

---- David Landes, *The Wealth and Poverty of Nations* (1998)

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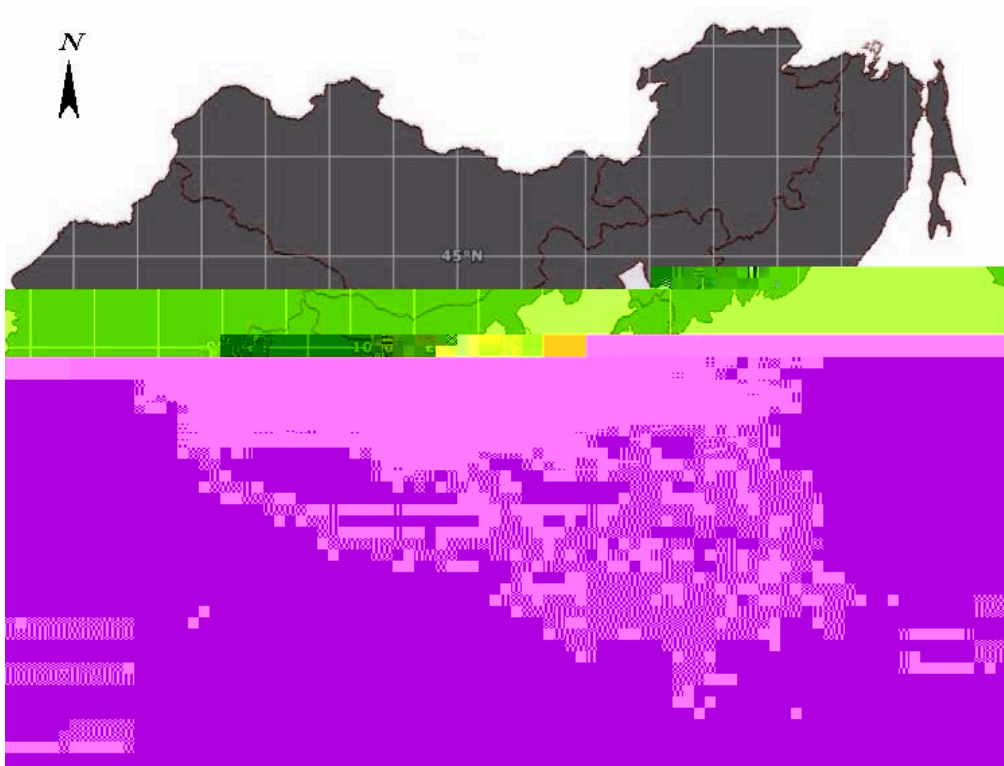
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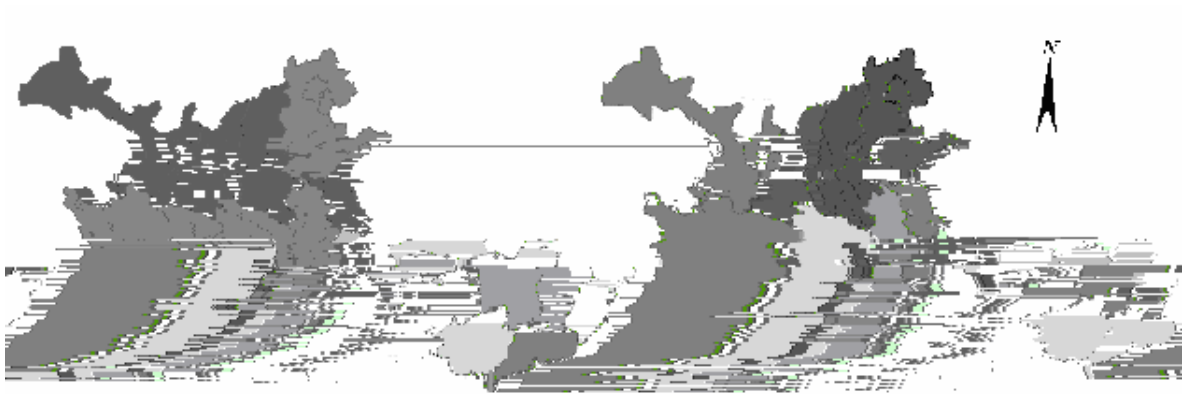
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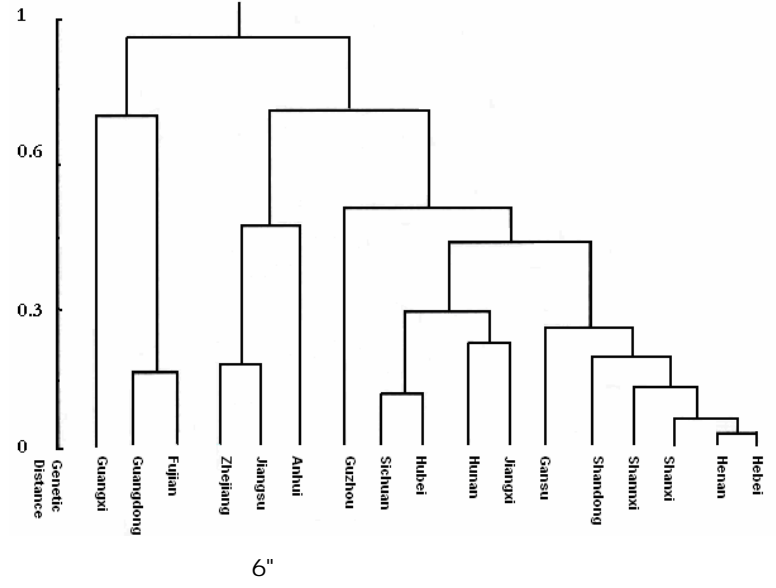
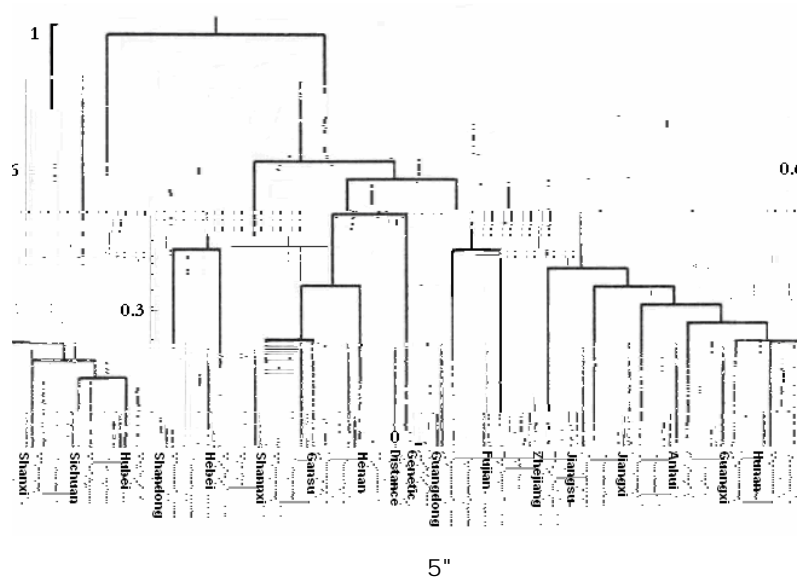
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		f"\$&-t	f"\$(' t	f"\$*t	f"\$)*t
		\$)\$ &	\$"+%& tt	\$"\$%	!\$&*
		f"\$%&t	f"\$&-t	f"\$%-t	f"\$&*t
		-%	-%	% &	% &
	: !gthghjW))")	, "&*	(- "%	' *"* (
	F!gei LFYX	\$")\$	\$"((&	\$",)	\$"*\$
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	Bc	Bc	Mg	Mg	Bc	Bc	Mg	Mg	
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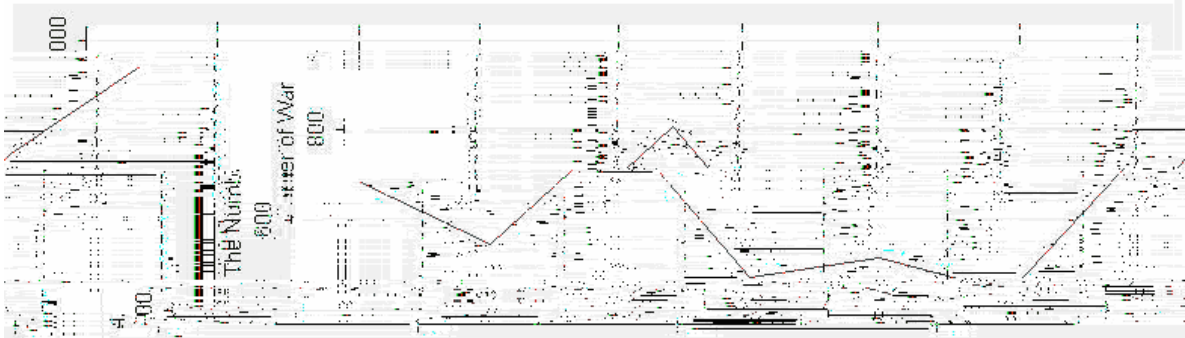
	(1) OLS	(2) IV-2SLS	(3) OLS	(4) IV-2SLS
	0.029*** (0.010)	0.056** (0.022)	0.010*** (0.004)	0.023** (0.009)
flc[t]	1.699 (1.047)	-0.015 (1.717)	-0.236 (0.174)	-0.223 (0.182)
-\$ %-% flc[t]	0.769*** (0.148)	0.721*** (0.160)	-1.159*** (0.076)	1.121*** (0.088)
flc[t]	-0.892*** (0.303)	-1.160*** (0.353)	0.253** (0.110)	0.292** (0.113)
flc[t]	1.071*** (0.345)	1.226*** (0.361)	0.363*** (0.104)	0.260** (0.123)
flc[t]	0.250** (0.121)	0.427** (0.189)	0.329*** (0.073)	0.388*** (0.080)
flc[t]	0.132 (0.177)	0.008 (0.170)	0.001 (0.012)	-0.005 (0.013)
fl 1%	-0.089 (0.212)	-0.011 (0.224)	-0.007 (0.122)	-0.014 (0.128)
1%	-0.912*** (0.272)	-1.077*** (0.320)	-0.305** (0.139)	-0.291** (0.143)
flc[t]	0.029 (0.073)	-0.081 (0.104)	-0.045 (0.042)	-0.096* (0.050)
	0.063 (0.311)	-0.035 (0.380)	-0.229 (0.205)	-0.400 (0.243)
	105	105	77	77
F-statistic	11.62	9.71	58.11	49.72
R-squared	0.654	0.613	0.833	0.812

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&" C@G (" 7 Ua Yfcb YhU" &\$\$L
t %\$/H)%/H %%

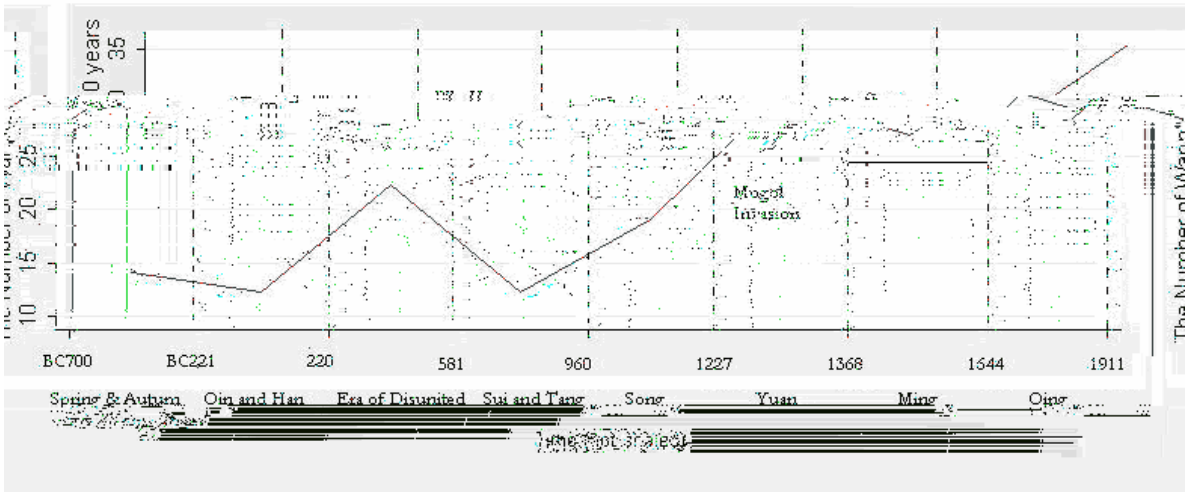
	fl 7 f%e	fl 7 f&L 'G@G	fl fl 7	7
	\$'S&-111 f\$'S\$-7	!\$'\$, -111 f\$'\$%\$7		&(&'+\$*11 fl *'' '&L
flc[7				
	<i>M/g</i>	<i>M/g</i>		<i>M/g</i>
	+, %&'\$- \$''&&	+, '''* & \$''& -		+, %'' + \$''%\$
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				7Ua Yfcb YhU'' &\$%\$7
				C @G
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5%

Panel A: The number of War



Panel B: The number of war per 10 years



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* 10%; ** 5%; *** 1%

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(log)	105	1.891	1.298	0.006	4.922
(log)	105	2.073	1.450	0.314	5.267
(10^2) ()	120	30.431	17.833	6.490	93.140
(log)	105	0.547	0.382	0.000	1.427
(log)	120	5.940	5.305	0.000	12.461
(log)	120	1.456	0.976	0.000	4.007
(log)	120	0.879	0.625	0.043	2.775
960 (log)	105	0.983	0.777	0.008	2.563
(log)	120	0.826	0.545	0.015	2.259
(log)	91	1.215	1.126	0.009447	3.736
(log)	91	1.430	1.042	0.008518	4.446
(10^2) ()	135	27.264	16.122	1.420	79.420
(log)	91	0.168	0.266	0.000	0.723
(log)	105	1.017	0.755	0.000	3.043
(log)	136	2.572	3.448	0.000	13.287
(log)	105	0.455	0.311	0.000	1.388
1391 (log)	90	0.946	0.635	0.029	2.520
(log)	90	0.758	0.747	0.002	3.002