Online Data Appendix to The Extensive Margin of Exporting Products: A Firm-level Analysis*

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November 30, 2010

^{*}Muendler and Arkolakis acknowledge NSF support (SES-0550699 and SES-0921673) with gratitude. ‡costas.arkolakis@yale.edu (www.econ.yale.edu/~ka265)

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1 Notational Conventions

We observe Brazilian and Chilean merchandize exports for the year 2000 in two three-dimensional panel data sets, indexed by firm ω (tax ID for Brazil), destination country d, and product h (Harmonized System six-digit code). The panel data are unbalanced: firms ship different sets of products by destination. We compare key statistics to similar data on French merchandize exports in 1986 at the firm-destination level (Eaton et al. 2004), and to U.S. data at the firm-destination-product level (Bernard et al. 2007). We adopt the following notational conventions.

- Destination country: $d \in \{1, ..., N\}$ (countable in data and model). Source country: $s \in \{1, ..., N\}$ in model, $s \in \{Brazil, Chile, France, USA\}$ in data.
- Firms: $\omega \in \Omega$ worldwide (countable in data, continuum in model).

The set of firms (potential entrants) can be partitioned by source or destination country, or both: $\Omega = \bigcup_{d=1}^N \Omega_d = \bigcup_{s=1}^N \Omega_s = \bigcup_{d=1}^N \bigcup_{s=1}^N \Omega_{sd}$.

Every firm has a productivity scalar $\phi(\omega)$.

- Commodity: $h \in \{1, ..., H\}$ (at HS six-digit level in data, countable in model).
- Industry: i = 1, ..., I (SIC as in Eaton et al. (2004)). Every firm ω belongs to a unique source-country industry is ($\Omega_{is} \subset \Omega$).
- Variety: $(\omega, h) \in \Omega \times \{1, \dots, H\}$ (homogeneous across destinations).
- A firm's product sold to a destination: $g_d(\omega) \in \{1, \dots, G_d(\omega)\}.$

We call $G_d(\omega)$ firm ω 's exporter scope (# of products) at d.

Every $g_d(\omega)$ belongs to a unique h; $g_d(\omega)$ is defined at the HS six-digit level.

The number of observations in our Brazilian SECEX (Chilean customs) data 2000 is $\sum_{\omega \in \Omega_s} \sum_{d=1}^D G_d(\omega)$, where s = Brazil (s = Brazil) and $\Omega_s \subset \Omega$.

• A firm's exports per product: $p_{dg_d(\omega)}(\omega) \cdot x_{dg_d(\omega)}(\omega)$ (price times quantity).

We also call the firm's exports per product $p_{dg_d(\omega)}(\omega) \cdot x_{dg_d(\omega)}(\omega)$ firm ω 's exporter scale (Exports/prod.) for its product numbered $g_d(\omega)$ and sold to d.

We call $g_d(\omega)$ the *product rank* after adopting the convention that $g_d(\omega)$ weakly decreases in exporter scale (every firm's top selling product at a destination has index 1, the second-to-top selling product has index 2, and so on, while the lowest-selling product has index $G_d(\omega)$).

We now simplify notation to $g = g_d(\omega)$.

• A firm ω 's total exports to a destination: $t_d(\omega) \equiv \sum_{g=1}^{G_d(\omega)} p_{dg}(\omega) \, x_{dg}(\omega)$.

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Firm ω 's total exports $t_d(\omega)$ to d can be rewritten as: $t_d(\omega) = G_d(\omega) a_d(\omega)$, where $a_d(\omega) \equiv \sum_{g=1}^{G_d(\omega)} p_{dg}(\omega) x_{dg}(\omega) / G_d(\omega)$ is the firm's exporter scale.

• A firm ω 's product line:

$$\left[\sum_{g=1}^{G_d(\omega)} x_{dg}(\omega)^{\frac{\varepsilon-1}{\varepsilon}}\right]^{\frac{\varepsilon}{\varepsilon-1}},$$

where ε is the elasticity of substitution between a firm's products. The product line is what monopolistic-competition models of trade (such as Krugman 1980) used to call a "variety."

- Total exports from source country s to destination d: $T_{sd} \equiv \sum_{\omega \in \Omega_{sd}} t_d(\omega)$.
 - 1. Total exports T_{sd} can be decomposed into: $T_{sd} = M_{sd} \bar{t}_{sd}$. M_{sd} is the number of exporters in s with shipments to destination d, and $\bar{t}_{sd} \equiv T_{sd}/M_{sd}$ are these exporters' mean sales to d (as in Eaton et al. 2004).
 - 2. Total exports T_{sd} can alternatively be decomposed into: $T_{sd} = V_{sd} \, \bar{a}_{sd}$. $V_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega) = M_{sd} \, \bar{G}_{sd}$ is the number of varieties shipped to d. The exporter scale of these varieties is $\bar{a}_{sd} = [\sum_{\omega \in \Omega_{sd}} t_d(\omega)]/[\sum_{\omega \in \Omega_{sd}} G_d(\omega)] = \bar{t}_{sd}/\bar{G}_{sd}$ (similar to Broda and Weinstein 2006, identical under the convention that every source country is a single exporter $M_{sd} = 1$).
 - 3. Total exports T_{sd} can also be decomposed into: $T_{sd} = M_{sd} \, G_{sd} \, \bar{a}_{sd}$. M_{sd} is the number of exporters in s with shipments to destination d, $G_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of products exported from s to d, and $\bar{a}_{sd} \equiv \bar{t}_{sd}/G_{sd}$ is the "average value of exports per product per firm" (Bernard et al. 2007, p. 121). This decomposition generalizes decomposition 1 but does not naturally generalize decomposition 2 because $\bar{a}_{sd} \equiv (\bar{G}_{sd}/G_{sd}) \, \bar{a}_{sd}$.
 - 4. Most closely related to the extensive margin of exporting products, total exports T_{sd} can be decomposed into: $T_{sd} = M_{sd} \, \bar{G}_{sd} \, \bar{a}_{sd}$. M_{sd} is the number of exporters in s with shipments to destination d, $\bar{G}_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)/M_{sd}$ is the exporters' mean exporter scope, and $\bar{a}_{sd} \equiv \bar{t}_{sd}/\bar{G}_{sd}$ is their varieties' exporter scale. This is the preferred decomposition for our purposes because it generalizes both decomposition 1 and decomposition 2 and because a firm's exporter scope $G_d(\omega)$ is a central variable in our theory (Arkolakis and Muendler 2010).

Note that \bar{a}_{sd} is the weighted arithmetic mean of $a_d(\omega)$ over all ω , with weights $G_d(\omega)$: $\bar{a}_{sd} = \sum_{\omega \in \Omega_{sd}} G_d(\omega) \, a_d(\omega) / (\sum_{\omega \in \Omega_{sd}} G_d(\omega)) = \bar{t}_{sd} / \bar{G}_{sd}$.

5. Total exports T_{sd} can finally be decomposed into: $T_{sd} = M_{sd} G_{sd} d_{sd} \bar{a}_{sd}$. M_{sd} is the number of exporters in s with shipments to destination d, $G_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of products exported from s to d, d_{sd} is the fraction of firm-product combinations with positive exports which Bernard et al.

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(2010) call the "density of trade", and $\bar{a}_{sd} \equiv \bar{t}_{sd}/\bar{G}_{sd}$ is the varieties' exporter scale. This quadruple decomposition can be transformed back into any of the former two triple decompositions by setting either $\bar{a}_{sd} = d_{sd} \, \bar{a}_{sd}$ (as in Bernard et al. 2007) or $\bar{G}_{sd} = G_{sd} \, d_{sd}$ (as in Arkolakis and Muendler 2010).

- A source-country industry's total exports to a destination: $T_{isd} \equiv \sum_{\omega \in \Omega_{isd}} t_d(\omega)$.
 - 1. Total exports T_{isd} can be decomposed into: $T_{isd} = \lambda_{sd} T_{sd} B_{isd}$. T_{sd} is the market size of destination country d (manufacturing absorption), $\lambda_{sd} \equiv \sum_i T_{isd}/T_{sd}$ is the market share of source country s's total exports in destination d absorption, and industry bias $B_{isd} \equiv T_{isd}/\sum_i T_{isd}$ is the share of source country s's industry i exports in the country's total exports to destination d (Eaton et al. 2004).
 - 2. Total exports T_{isd} can alternatively be decomposed into: $T_{isd} = M_{isd} \, \bar{t}_{isd}$. M_{isd} is the number of source country s's exporters in industry i with shipments to destination d, and $\bar{t}_{isd} \equiv T_{isd}/M_{isd}$ are these exporters' mean sales to d (Eaton et al. 2004).
 - 3. Total exports T_{isd} can equivalently be decomposed into: $T_{isd} = V_{isd} \, \bar{a}_{isd}$. $V_{isd} \equiv \sum_{\omega \in \Omega_{isd}} G_{isd}(\omega) = M_{isd} \, \bar{G}_{isd}$ is the number of export varieties from source country s's industry i shipped to destination d and these varieties' exporter scale is $\bar{a}_{isd} = [\sum_{\omega \in \Omega_{isd}} t_d(\omega)]/[\sum_{\omega \in \Omega_{isd}} G_d(\omega)] = \bar{t}_{isd}/\bar{G}_{isd}$ (similar to Broda and Weinstein 2006).
 - 4. Total exports T_{isd} can also be decomposed into: $T_{isd} = M_{isd} \, G_{isd} \, \bar{a}_{isd}$. M_{isd} is the number of exporters in industry i of country s with shipments to destination d, $G_{isd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of industry i products exported from s to d, and $\bar{a}_{isd} \equiv \bar{t}_{isd}/G_{isd}$ is the "average value of exports per product per firm" in industry i (similar to Bernard et al. 2007).
 - 5. Total exports T_{isd} can finally be decomposed into: $T_{isd} = M_{isd} \, \bar{G}_{isd} \, \bar{a}_{isd}$. M_{isd} is the number of source country s's exporters in industry i with shipments to destination d, $\bar{G}_{isd} \equiv \sum_{\omega \in \Omega_{isd}} G_d(\omega)/M_{isd}$ is these exporters' mean exporter scope, and $\bar{a}_{isd} \equiv \bar{t}_{isd}/\bar{G}_{isd}$ is their exporter scale (Arkolakis and Muendler 2010).

Note that \bar{a}_{isd} is the weighted arithmetic mean of $a_d(\omega)$ over all ω , with weights $G_d(\omega)$: $\bar{a}_{isd} = \sum_{\omega \in \Omega_{isd}} G_d(\omega) \, a_d(\omega) / [\sum_{\omega \in \Omega_{isd}} G_d(\omega)] = \bar{t}_{isd} / \bar{G}_{isd}$.

2 Manufacturers and Intermediaries with Manufacturing Products

Table 2.1: Sample Characteristics by Source and Destination

From source s		Bra Manufa	Chile Manf.	Brazil Intm.		
to destination d	USA	Argentina	OECD	World	World	World
	(1)	(2)	(3)	(4)	(5)	(6)
# of Firms (M)	3,083	4,590	5,041	10,215	4,099	2,627
# of Destinations (N)	1	1	23	170	140	132
# of HS-6 products (G)	2,144	2,814	2,772	3,717	3,199	2,777
# of Observations	10,775	21,623	36,359	162,570	37,183	35,960
Destination share in Total exp.	.257	.144	.559	1	1	1
Firm shares in Total exports						
Single-prod. firms	.123	.086	.142	.090	.041	.086
Multi-prod. firms' top product	.662	.555	.625	.597	.715	.595
Multi-prod. firms' other prod.	.215	.359	.233	.313	.243	.319
Median Total exports $(T_d(m))$.120	.068	.137	.089	.038	.041
Median Exporter scope $(G_d(m))$	1	2	2	2	2	2
Median Avg. Exp. scale $(a_d(m))$.068	.031	.070	.037	.014	.012
Mean Total exports (\bar{t}_d)	3.170	1.192	4.217	3.720	2.779	1.101
Mean Exporter scope (\bar{G}_d)	3.495	4.711	3.933	5.278	5.454	9.426
Mean Avg. Exp. scale (\bar{a}_d)	.907	.253	1.072	.705	.510	.117

Sources: *SECEX* 2000 for Brazil, manufacturing firms and their manufactured products as well as commercial intermediaries and their manufactured products; Chilean customs data 2000 (Álvarez, Faruq and López 2007) for manufacturing firms.

Note: Aggregate regions (world, OECD) treated as single destinations, collapsing product shipments to different countries into single product shipment. The worldwide average number of products across destination countries is 3.518 among Brazilian manufacturers, for instance, but 5.278 for the world as single destination; it is 2.909 across destination countries worldwide among Chilean manufacturers but 5.454 for the world; and it is 5.740 across destination countries worldwide among Brazilian intermediaries but 9.426 for the world as single destination. Products at the Harmonized-System 6-digit level. Exports in US\$ million fob. OECD includes all OECD members in 1990. The U.S. is Brazil's top export destination in 2000, Argentina second to top. Firms' average exporter scale (a_d in US\$ million fob) is the scope-weighted arithmetic mean of exporters' average exporter scales.

Table 2.2: Log Exporter Scope and Local Total-Exports Percentile Correlations

Log # Products		Br	azil			Cł	nile	
estimator controls	OLS	OLS Dest eff.	Firm FE	Firm FE Dest. eff.	OLS	OLS Dest eff.	Firm FE	Firm FE Dest. eff.
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Log lcl. pctl. ^a	.483 (.005)	.458 (.005)	.463 (.004)	.378 (.004)	.223 (.008)	.227 (.007)	.339 (.009)	.299 (.009)
Observations Firm panels	68,057	68,057	68,057 10,209	68,057 10,209	12,425	12,425	12,425 4,091	12,425 4,091
R^2 (within) ^b	.118	.188	.218	.323	.063	.153	.156	.212

^aLog of firm's local total-exports percentile

Sources: Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Notes: Log local percentile for total exports by firm and destination. Products at the Harmonized-System 6-digit level. \mathbb{R}^2 is within fit for FE regressions in columns 3 and 6. Standard errors in parentheses.

Table 2.3: Log-Linear Fits of Cumulative Scope and Average Scale Distributions

From source s		Brazil			Chile		
to destination d	USA	Argentina	World	USA	Argentina	World	
	(1)	(2)	(3)	(4)	(5)	(6)	
Log # Products							
Log Percentile $(1 - Pr)$	479 (.002)	540 (.003)	417 (.006)	175 (.008)		145 (.010)	
R^2	.998	.996	.402	.828	.917	.076	
Log exports/product							
Log Percentile $(1 - Pr)$	422 (.006)	357 (.002)	469 (.013)	733 (.009)		752 (.027)	
R^2	.979	.996	.165	.985	.996	.223	
Implied scope elasticity of							
comb. incr. scope cost $(\delta + \alpha(\sigma - 1))$	1.882	1.661	2.123	5.179	3.180	6.187	

Sources: Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Ordinary-least-squares regressions of firms' mean scope at given percentile or above and firms' mean exporter scale (the scope-weighted arithmetic mean of exporters' average exporter scales \bar{a}_d in US\$ thousand fob) at given percentile or above on log percentile $\ln(1-\Pr)$ and a constant, using one hundred percentile observations per destination. World includes only destinations with more than 100 source-country firms (70 countries for Brazil, 28 for Chile); destination observations weighted by total exports. Products at the Harmonized-System 6-digit level. Standard errors in parentheses.

 $^{{}^}bR^2$ is within fit for firm FE regressions in columns 3, 4, 7 and 8.

Table 2.4: Decomposition of Exporter Scale and Exporter Scope Correlations

	Firm data ^a	Firm-	-destination	$data^b$	Firm-d	Firm-destination-good data ^c			
Log Exp./prod.	Ind. FE	Ind. FE	Ind. & dest. FE	Firm & dest. FE	Firm & dest. FE	Ind., prod. & dest. FE	Firm, prod. & dest. FE		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)		
	В	razilian Pr	oducers ex	porting Man	ufactures				
Log # Products	.473	.067	.072	.260	1.180	.651	.977		
-	(.020)	(.011)	(.011)	(.013)	(.014)	(.014)	(.014)		
Obs.	10,215	46,208	46,208	46,208	76,964	76,964	76,964		
R^2	.051	.0008	.074	.131	.133	.181	.229		
Corr. Firm FE, $X'\beta$				155	202		187		
		Chilean Pro	ducers exp	orting Manu	ufactures				
Log # Products	.180	092	023	.226	.840	.370	.792		
C	(.031)	(.023)	(.023)	(.027)	(.028)	(.029)	(.028)		
Obs.	4,099	12,777	12,777	12,777	21,142	21,142	21,142		
R^2	.008	.001	.058	.124	.082	.200	.176		
Corr. Firm FE, $X'\beta$				203	113		094		
	Brazilian	Commercia	ıl Intermed	iaries expor	ting Manufact	ures			
Log # Products	070	270	184	.055	.845	.458	.757		
C	(.032)	(.024)	(.025)	(.034)	(.024)	(.027)	(.025)		
Obs.	2,627	6,265	6,265	6,265	14,781	14,781	14,781		
R^2	.002	.020	.097	.100	.121	.207	.196		
Corr. Firm FE, $X'\beta$				047	130		008		

^aAggregation: worldwide exports by firm.

Sources: Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Products at the Harmonized-System 6-digit level; product-group fixed effects at the Harmonized-System 2-digit level. Industry fixed effects at the CNAE two-digit level for Brazil and at the ISIC two-digit level for Chile. Constant, destination fixed and product fixed effects not reported. R^2 is within fit for firm FE regressions. Correlation coefficient between firm fixed effects and log number of products.

^bAggregation: exports by firm and destination.

^cAggregation: exports by firm, destination, product group (Harmonized System 2-digit level).

Table 2.5: Overlaps between Reference Countries and Rest of World by Product Rank

Prod.	I	Reference co	untry: USA		Ref	erence coun	try: Argenti	na
rank	Overlap	Overlap	#Dest./	#Firms	Overlap	Overlap	#Dest./	#Firms
in Ref.		top prd.	firm			top prd.	firm	
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	.83	.83	8.9	2,280	.77	.77	7.8	3,071
2	.54	.77	13.0	1,033	.54	.76	10.7	1,672
4	.36	.73	18.9	368	.38	.67	14.2	797
8	.34	.69	24.1	137	.30	.63	18.5	307
16	.26	.59	24.3	63	.24	.54	22.6	136
32	.24	.53	30.2	22	.22	.50	29.7	48
64	.15	.49	38.9	10	.29	.40	35.9	19
128	.13	.69	42.4	5	.11	.33	43.8	12

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Destination counts in columns 3 and 7 are mean numbers of destinations to which firms with at least as many products as reported for a rank ship. Overlap in columns 1 and 5 is the proportion of destinations that a product of reported rank reaches relative to the overall destination counts (in columns 3 and 7). Overlap in columns 2 and 6 is the proportion of destinations that the top-selling product of firms with at least as many products as reported for a rank reaches relative to the overall destination counts (in columns 3 and 7). Products at the HS 6-digit level, ranked by decreasing export value within firm in reference country. Sample restricted to firm-products that ship to reference country and at least one other destination.

2.1 Estimates of Countable Products Model

Table 2.6: Individual Product Sales

			Firm-destina	ation-prod. data	
	estimator	Ind. FE	Ind. FE	Firm FE	Firm-dest. FE
Log Exports/product	controls		Dest.	Dest.	
		(1)	(2)	(3)	(4)
Log # Products		1.396	1.319	1.557	1.273
S		(.007)	(.007)	(.008)	(.007)
Log Product Rank		-2.558	-2.574	-2.624	-2.656
		(.007)	(.007)	(.006)	(.006)
Scope elast. of local entry cos	\mathbf{t} (δ)	-1.162	-1.256	-1.067	-1.383
Scope elast. of prod. efficience	$\mathbf{y} (\alpha(\sigma-1))$	2.558	2.574	2.624	2.656
Observations		162,570	162,570	162,570	162,570
Panels		259	259	10,215	27,362
R^2 (within)		.462	.510	.582	.618
Corr. Firm FE, $X'\beta$.085	055

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Products at the Harmonized-System 6-digit level. Constant (as well as industry and destination fixed effects in columns 1 through 3) included but not reported. \mathbb{R}^2 is within fit (relative to industry and firm fixed effects). Standard errors in parentheses. Regression equation

$$\ln p_{d\phi g} x_{d\phi g} = \left[\delta + \alpha(\sigma - 1)\right] \ln G_{d\phi} - \left[\alpha(\sigma - 1)\right] \ln g_{d\phi} + \ln \sigma + (\sigma - 1) \ln \left(\phi/\phi_d^{*,G}\right) + \ln \epsilon_{d\phi g}.$$

Table 2.7: Individual Product Sales: Discrete Case and Industry-Specific Parameters

	α (const.	$lpha_i$:	specific
	$\delta_{i(\omega)}$	$\alpha(\sigma-1)$	$\delta_{i(\omega)}$	$\alpha_{i(\omega)}(\sigma-1)$
ISIC Rev. 2 industry	(1)	(2)	(3)	(4)
311 Food	871	2.643	873	2.721
312 Food	-1.022	2.643	888	2.324
313 Beverages	-1.119	2.643	-1.204	2.861
314 Tobacco	-1.190	2.643	-2.362	4.135
321 Textiles	-1.279	2.643	-1.288	2.717
322 Wearing apparel, except footwear	-1.414	2.643	-1.196	1.916
323 Leather and leather products	-1.353	2.643	-1.428	3.099
324 Footwear, except rubber or plastic footwear	987	2.643	913	2.558
331 Wood and wood and cork products	-1.414	2.643	-1.453	2.944
332 Furniture and fixtures	-1.340	2.643	-1.350	2.713
341 Paper and paper products	-1.308	2.643	-1.489	3.682
342 Printing and publishing	-1.498	2.643	-1.593	3.384
351 Industrial chemicals	-1.286	2.643	-1.320	2.842
352 Other chemical products	-1.341	2.643	-1.298	2.554
353 Petroleum refineries	-1.419	2.643	-1.435	2.804
354 Misc. products of petroleum and coal	-1.411	2.643	-1.541	3.678
355 Rubber products	-1.386	2.643	-1.453	2.972
356 Plastic products n.e.c.	-1.451	2.643	-1.516	3.049
361 Pottery, china and earthenware	-1.475	2.643	-1.483	2.749
362 Glass and glass products	-1.288	2.643	-1.317	2.781
369 Other non-metallic mineral products	-1.382	2.643	-1.414	2.796
371 Iron and steel basic industries	-1.329	2.643	-1.427	3.350
372 Non-ferrous metal basic industries	-1.360	2.643	-1.443	3.142
381 Fabricated metal products	-1.446	2.643	-1.506	3.024
382 Machinery except electrical	-1.374	2.643	-1.316	2.459
383 Electrical apparatus, appliances and supplies	-1.351	2.643	-1.396	2.878
384 Transport equipment	-1.398	2.643	-1.217	2.226
385 Professional and measuring equipment	-1.338	2.643	-1.308	2.506
390 Other manufacturing	-1.445	2.643	-1.465	2.771

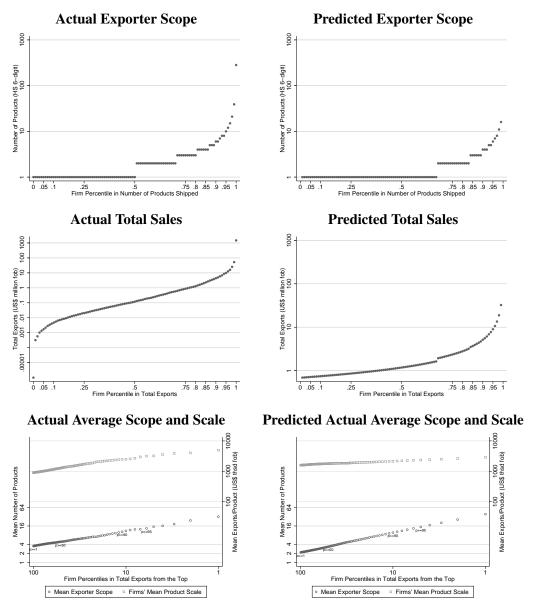
Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Products at the Harmonized-System 6-digit level. Underlying regression equation (for $g \leq G_{sd\omega}$ and ISIC Rev. 2 industry $i(\omega)$) for columns 1 and 2:

$$\ln p_{sdg\omega} x_{sdg\omega} = \left[\delta_{i(\omega)} + \alpha(\sigma - 1) \right] \ln G_{sd\omega} - \alpha(\sigma - 1) \ln g + \ln \left(\omega/\omega_{sd}^{*,G} \right) + \ln \sigma f_{sd}(1) \ + \ \ln \epsilon_{sdg\omega}.$$

Underlying regression equation for columns 3 and 4:

$$\ln p_{sdg\omega} x_{sdg\omega} = \left[\delta_{i(\omega)} + \alpha_{i(\omega)} (\sigma - 1) \right] \ln G_{sd\omega} - \alpha_{i(\omega)} (\sigma - 1) \ln g + \ln \left(\omega / \omega_{sd}^{*,G} \right) + \ln \sigma f_{sd}(1) + \ln \epsilon_{sdg\omega}.$$



Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Products at HS 6-digit level. For the simulations, we set $\alpha(\sigma-1)=2.66$ and $\delta=-1.38$ from Table 2.6 (column 4), $\theta=8.28$ following Eaton and Kortum (2002), and $\sigma=7.47$ so that $\tilde{\theta}=1.28$.

Figure 2.1: Exporter Scope and Exporter Scale and Their Model Predictions for the ${\bf USA}$

Table 2.8: Individual Product Sales by Country and Sector: Discrete Case

		Firm-destina	ation-good data	
estimator controls	OLS	OLS Dest.	Firm FE Dest.	Firm-dest. FE
Log Exp./prod.	(1)	(2)	(3)	(4)
Brazilian Prod	ucers exportin	g Manufacture	s	
Log # Products	1.168 (.007)	1.203 (.007)	1.591 (.008)	1.275 (.007)
Log Product Rank	-2.508 (.008)	-2.523 (.008)	-2.623 (.006)	-2.654 (.006)
Scope elast. of local entry cost (δ) Scope elast. of prod. efficiency $(\alpha(\sigma-1))$	-1.340 2.508	-1.320 2.523	-1.032 2.623	-1.379 2.654
Chilean Produ	icers exporting	Manufactures	3	
Log # Products	.826 (.016)	.889 (.016)	1.161 (.017)	.964 (.015)
Log Product Rank	-2.239 (.018)	-2.244 (.018)	-2.346 (.013)	-2.342 (.014)
Scope elast. of local entry cost (δ) Scope elast. of prod. efficiency $(\alpha(\sigma-1))$	-1.412 2.239	-1.355 2.244	-1.184 2.346	-1.378 2.342
Brazilian Commercial I	ntermediaries	exporting Man	ufactures	
Log # Products	1.048 (.014)	1.138 (.014)	1.324 (.018)	1.100 (.016)
Log Product Rank	-1.974 (.015)	-1.980 (.014)	-2.088 (.011)	-2.097 (.011)
Scope elast. of local entry cost (δ) Scope elast. of prod. efficiency $(\alpha(\sigma-1))$	927 1.974	841 1.980	764 2.088	997 2.097
Observations (pooled) Panels	235,702	235,702	235,702 16,941	235,702 36,247
R^2 Corr. FE, $X'\beta$ F statistic: Zero FE	.482	.515	.580 .065 13.426	.596 052 6.567

Sources: Pooled Brazilian *SECEX* 2000, manufacturing firms as well as commercial intermediaries shipping manufactured products, and Chilean customs data 2000 (Álvarez et al. 2007).

Note: Products at the Harmonized-System 6-digit level. Constant, destination fixed effects, and sample fixed effects not reported. R^2 is within fit for FE regressions (columns 3 and 4). Standard errors in parentheses. Regression equation (for $g \le G_{sd\omega}$):

$$\ln p_{sdg\omega} x_{sdg\omega} = \left[\delta + \alpha(\sigma - 1)\right] \ln G_{sd\omega} - (\sigma - 1) \ln g + \ln \left(\omega/\omega_{sd}^{*,G}\right) + \ln \sigma f_{sd}(1) \\ + \ln \epsilon_{sdg\omega}.$$

Table 2.9: Non-linear Average Product Sales: Discrete Case

Las Espantalons du et	parameter restriction	$\tilde{\theta} = 1.06$	$\tilde{\theta} = 1.28$	$\tilde{\theta} = 1.49$		
Log Exports/product		(1)	(2)	(3)		
	Brazilian Producers expo	orting Manufactui	es			
Scope elast. of comb. incr. se	cope cost $(\delta + \alpha(\sigma - 1))$	1.608 (.012)	1.606 (.012)	1.604 (.012)		
Scope elast. of prod. efficien	$\exp\left(\alpha(\sigma-1)\right)$	2.554 (.009)	2.553 (.009)	2.553 (.009)		
Obs. R^2		51,584 .657	51,584 .657	51,584 .657		
	Chilean Producers expo	rting Manufactur	es			
Scope elast. of comb. incr. se	cope cost $(\delta + \alpha(\sigma - 1))$.736 (.030)	.735 (.030)	.733 (.030)		
Scope elast. of prod. efficien	$\exp\left(\alpha(\sigma-1)\right)$	2.162 (.022)	2.161 (.022)	2.160 (.022)		
Obs. R^2		10,102 .611	10,102 .611	10,102 .611		
Scope elast. of comb. incr. scope $\cos (\delta + \alpha(\sigma - 1))$						
Scope elast. of comb. incr. se	cope cost $(\delta + \alpha(\sigma - 1))$			1.288 (.018)		
Scope elast. of prod. efficien	$acy(\alpha(\sigma-1))$	2.048 (.013)	2.047 (.013)	2.046 (.013)		
Obs. R^2		20,571 .611	20,571 .611	20,571 .611		

Sources: Brazilian *SECEX* 2000, manufacturing firms as well as commercial intermediaries shipping manufactured products, and Chilean customs data 2000 (Álvarez et al. 2007).

Note: Products at the Harmonized-System 6-digit level. Constant and destination fixed effects not reported. Standard errors in parentheses. Regression equation for average product sales:

$$\begin{split} \ln m_{G_{sd},g} \; &= \; \ln \sigma \tilde{\theta} f_{sd}(1) / (\tilde{\theta} - 1) + [\delta + \alpha(\sigma - 1)] \ln G_{sd} - \alpha(\sigma - 1) \ln g \\ &+ \ln \left[1 - [G_{sd} / (G_{sd} + 1)]^{\left(\tilde{\theta} - 1\right)(\delta + \alpha(\sigma - 1))} \right] - \ln \left[1 - [G_{sd} / (G_{sd} + 1)]^{\tilde{\theta}(\delta + \alpha(\sigma - 1))} \right] \; + \; \ln \epsilon_{sdg\omega} \end{split}$$

with $g \leq G_{sd}$, where $m_{G_{sd},g} = \int_{\omega_{sd}^{*,G}}^{\omega_{sd}^{*,G}} p_{sdg}(\omega;g) \, x_{sdg}(\omega;g) \, \frac{\theta}{\omega^{\theta+1}} \frac{1}{(\omega_{sd}^{*,G})^{-\theta} - (\omega_{sd}^{*,G+1})^{-\theta}} \, \mathrm{d}\omega$ is average product sales for a product of given rank g over all firms with given exporter scope G_{sd} at a destination.

2.2 Estimates of Continuum of Products Model

Table 2.10: Non-linear Estimates of Individual Product Sales: Continuum Case

sampl	le	Any sales		Sa	ales \geq US\$1	.00
control	ls	Dest.	Dest.&Ind.		Dest.	Dest.&Ind.
Log Exp./prod.	(1)	(2)	(3)	(4)	(5)	(6)
	Brazilian Pro	ducers exp	orting Manufa	actures		
Scope elasticity of		•	8			
incr. local entry cost (δ)	-1.453 (.005)	-1.426 (.005)	-1.332 (.005)	-1.072 (.005)	-1.069 (.005)	-1.057 (.006)
prod. efficiency $(\alpha(\varepsilon-1))$	2.985 (.015)	2.965 (.014)	2.951 (.012)	1.872 (.013)	1.945 (.013)	2.079 (.011)
Curvature of						
prod. efficiency (β)	.833 (.025)	.753 (.023)	.623 (.019)	065 (.017)	031 (.017)	.014 (.015)
Obs.	162,570	162,570	162,570	141,163	141,163	141,163
R^2	.496	.541	.646	.370	.433	.562
	Chilean Pro	ducers expo	orting Manufa	ctures		
Scope elasticity of		aucors enp	,, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	eta es		
incr. local entry cost (δ)	-1.495 (.011)	-1.394 (.012)	-1.281 (.011)	-1.195 (.012)	-1.074 (.012)	-1.009 (.012)
prod. efficiency $(\alpha(\varepsilon-1))$	2.628 (.038)	2.552 (.036)	2.634 (.033)	1.743 (.033)	1.701 (.031)	1.860 (.029)
Curvature of						
prod. efficiency (β)	.590 (.054)	.430 (.048)	.562 (.047)	109 (.040)	195 (.035)	028 (.037)
Obs.	37,172	37,172	37,172	34,024	34,024	34,024
R^2	.419	.451	.557	.329	.375	.496
Brazilia	n Commercial	Intermedi	aries exportin	g Manufactui	res	
Scope elasticity of			•			
incr. local entry cost (δ)	-1.281 (.008)	-1.247 (.009)	-1.107 (.009)	-1.079 (.009)	-1.015 (.009)	913 (.009)
prod. efficiency $(\alpha(\varepsilon-1))$	4.023 (.047)	3.561 (.039)	3.352 (.034)	3.044 (.042)	2.548 (.033)	2.408 (.029)
Curvature of						
prod. efficiency (β)	10.450 (.306)	7.165 (.226)	5.740 (.182)	9.062 (.313)	4.795 (.192)	3.420 (.142)
Obs. R^2	35,960 .489	35,960 .536	35,960 .599	31,326 .409	31,326 .469	31,326 .539

Source: Brazilian *SECEX* 2000, manufacturing firms as well as commercial intermediaries shipping manufactured products, and Chilean customs data 2000 (Álvarez et al. 2007).

Note: Products at the Harmonized-System 6-digit level. Industry fixed effects at the CNAE two-digit level for Brazil and at the most frequent HS 2-digit level for Chile (highest-sale or, if tie, mode HS 2-digit product group). Constant and destination fixed effects not reported. Standard errors in parentheses. Regression equation (for $g \le G_{sd\omega}$):

$$\ln p_{sdg\omega} x_{isdg\omega} = \ln \gamma_{sd} w_d + \ln \sigma \gamma_i / \bar{\sigma} + \delta \ln G_{isd\omega} + \alpha(\varepsilon - 1) \log \{G_{isd\omega} + \beta\} - \alpha(\varepsilon - 1) \log \{g + \beta\} + \ln \epsilon_{isdg\omega},$$

where i indexes the industry, s the source country, d the destination, and ω the firm.

Table 2.11: Linear Estimates of Individual Product Sales: Continuum Case

		Firm-destination	n-product data	
estimator controls	OLS	OLS Dest.	Ind. FE Dest.	Firm FE Dest.
Log Exp./prod.	(1)	(2)	(3)	(4)
Brazilian Produ	cers exporting	Manufactures		
Log # Products	1.168	1.204	1.319	1.557
	(.007)	(.007)	(.007)	(800.)
Log Product Rank	-2.508	-2.525	-2.574	-2.624
	(.007)	(.007)	(.007)	(.008)
Obs.	162,570	162,570	162,570	162,570
Panels			259	10,215
R^2 (within)	.493	.538	.510	.582
Scope elast. of incr. local entry cost (δ)	-1.340	-1.321	-1.256	-1.067
Scope elast. of prod. efficiency $(\alpha(\varepsilon-1))$	2.508	2.525	2.574	2.624
Chilean Produc	cers exporting	Manufactures		
Log # Products	.826	.929	1.058	1.177
	(.017)	(.017)	(.015)	(.017)
Log Product Rank	-2.239	-2.258	-2.259	-2.349
	(.017)	(.017)	(.015)	(.017)
Obs.	37,172	37,172	37,172	37,172
Panels			91	4,099
R^2 (within)	.418	.450	.429	.543
Scope elast. of incr. local entry cost (δ)	-1.412	-1.330	-1.201	-1.172
Scope elast. of prod. efficiency $(\alpha(\varepsilon-1))$	2.239	2.258	2.259	2.349
Brazilian Commercial Ir	ntermediaries e	exporting Manuf	factures	
Log # Products	1.048	1.047	1.160	1.311
	(.013)	(.013)	(.013)	(.016)
Log Product Rank	-1.974	-1.999	-2.012	-2.090
	(.013)	(.013)	(.013)	(.016)
Obs.	35,960	35,960	35,960	35,960
Panels	15.5	710	70 7 0.6	2,627
R^2 (within)	.456	.513	.506	.652
Scope elast. of incr. local entry cost (δ)	927	951	853	779
Scope elast. of prod. efficiency $(\alpha(\varepsilon-1))$	1.974	1.999	2.012	2.090

Sources: Brazilian *SECEX* 2000, manufacturing firms as well as commercial intermediaries shipping manufactured products, and Chilean customs data 2000 (Álvarez et al. 2007).

Note: Products at the Harmonized-System 6-digit level. Industry fixed effects at the *CNAE* two-digit level for Brazil and at the *ISIC* two-digit level for Chile. Constant and destination fixed effects not reported. R^2 is within fit for FE regressions (columns 3 and 4). Standard errors in parentheses. F tests on implied scope elasticities $(\delta \text{ and } \alpha)$ show significance at the 1-percent level in all cases. Regression equation (for $g \le G_{sd\omega}$ and $\beta = 0$):

$$\ln p_{sdq\omega} x_{isdq\omega} = \ln \gamma_{sd} w_d + \ln \sigma \gamma_i / \bar{\sigma} + [\delta + \alpha(\varepsilon - 1)] \ln G_{isd\omega} - \alpha(\varepsilon - 1) \ln g + \ln \epsilon_{isdq\omega},$$

where i indexes the industry, s the source country, d the destination, and ω the firm.

3 Manufacturing Firms: Eaton et al. (2004) replication and extensions

Table 3.1: Number of Manufacturing Firms in Brazil, France and the U.S.

	Brazil 2000	France 1986	U.S. 1987
SIC industry	(1)	(2)	(3)
[20, 21] Food and tobacco products	105,239	59,637	11,887
[22, 23] Textiles and apparel	112,817	24,952	17,456
[24, 25] Lumber and furniture	80,038	29,196	22,518
[26] Paper and allied products	11,654	1,757	4,512
[27] Printing and publishing	45,958	18,879	27,842
[28] Chemicals, etc.	35,287	3,901	7,312
[30] Rubber and plastics	46,089	4,722	8,758
[31] Leather and leather products	23,251	4,491	1,052
[32] Stone, clay, glass, and concrete	49,765	9,952	10,292
[33] Primary metal industries	29,573	1,425	4,626
[34] Fabricated metal products	44,524	25,923	21,940
[35] Machinery and computer equipment	71,600	17,164	27,003
[36] Electronic and electrical equipment	15,025	9,382	9,525
[37] Transportation equipment	10,192	3,786	5,439
[38] Instruments, etc.	7,370	7,567	4,232
[39] Miscellaneous manufacturing	8,877	11,566	7,254
Manufacturing (ex. petroleum refining)	697,259	234,300	191,648

Sources: *RAIS* and *SECEX* 2000 manufacturing firms for Brazil. Eaton et al. (2004) for France 1986 and U.S. 1987.

Note: Manufacturing total excludes petroleum refining.

Table 3.2: Percentage of Exporters in Brazil, France and the U.S.

	Brazil 2000	France 1986	U.S. 1987
SIC industry	(1)	(2)	(3)
[20, 21] Food and tobacco products	.8	5.5	13.1
[22, 23] Textiles and apparel	.8	24.1	6.2
[24, 25] Lumber and furniture	1.7	12.1	6.7
[26] Paper and allied products	1.8	45.3	18.0
[27] Printing and publishing	.3	15.1	2.9
[28] Chemicals, etc.	2.7	55.4	30.3
[30] Rubber and plastics	2.0	44.3	22.2
[31] Leather and leather products	3.2	26.3	17.0
[32] Stone, clay, glass, and concrete	.9	16.3	9.0
[33] Primary metal industries	1.5	52.8	22.1
[34] Fabricated metal products	1.3	16.8	15.2
[35] Machinery and computer equipment	2.1	26.8	19.6
[36] Electronic and electrical equipment	3.0	30.2	34.6
[37] Transportation equipment	2.5	32.9	23.5
[38] Instruments, etc.	3.6	13.3	43.1
[39] Miscellaneous manufacturing	3.5	21.0	13.0
Manufacturing (ex. petroleum refining)	1.5	17.4	14.6

Sources: *RAIS* and *SECEX* 2000 manufacturing firms for Brazil. Eaton et al. (2004) for France 1986 and U.S. 1987.

Note: Percentages of manufacturing firms that export. Manufacturing total excludes petroleum refining.

Table 3.3: Export Market Penetration by Brazilian and French Manufacturing Firms

			Brazil 2000			France 1986	
	Single mkt	e mkt.	10+ mkts.	50+ mkts.	Single mkt.	10+ mkts.	50+ mkts.
SIC industry	(1)	(2)	(3) (4)	(5) (6)	(7) (8)	(9) (10)	$(11) \qquad (12)$
[20, 21] Food and tobacco products	32.9		19.9 (88.4)	1.6 (42.6)	36.2 (1.8)		1.6 (35.9)
[22, 23] Textiles and apparel	46.0		7.5 (66.7)	0.0 (0.0)	26.8 (1.4)		0.4 (19.9)
[24, 25] Lumber and furniture	35.1		13.3 (52.3)	0.1 (2.6)	50.6 (5.4)		0.0 (0.0)
[26] Paper and allied products	41.6		15.3 (94.2)	1.4 (15.0)	25.4 (0.2)		1.0 (30.2)
[27] Printing and publishing	62.8		4.4 (53.2)	0.6 (0.7)	46.8 (2.8)		0.6 (23.4)
[28] Chemicals, etc.	36.1		16.8 (74.6)	0.4 (6.5)	19.6 (0.1)		6.2 (69.1)
[30] Rubber and plastics	44.1		9.0 (78.9)	0.4 (23.8)	30.9 (1.1)		0.9 (54.9)
[31] Leather and leather products	37.4		14.0 (68.4)	0.2 (7.3)	29.5 (1.2)		0.8 (30.8)
[32] Stone, clay, glass, and concrete	40.5		20.0 (59.8)	1.3 (16.8)	47.4 (2.2)		1.3 (57.1)
[33] Primary metal industries	45.1		10.1 (78.9)	0.4 (14.0)	23.0 (0.1)		2.4 (40.3)
[34] Fabricated metal products	42.8		11.9 (70.2)	0.6 (4.1)	41.9 (3.0)		0.5 (19.3)
[35] Machinery and computer eqpmt.	41.5		10.7 (77.8)	0.6 (22.2)	30.6 (0.5)		2.5 (58.8)
[36] Electronic and electrical eqpmt.	37.0		14.7 (84.1)	0.6 (12.2)	29.7 (0.3)		2.8 (58.9)
[37] Transportation eqpmt.	32.5		22.2 (95.6)	2.7 (63.5)	28.9 (0.1)		2.3 (65.1)
[38] Instruments, etc.	34.8		16.2 (87.0)	0.3 (3.0)	27.3 (1.1)		2.7 (42.5)
[39] Miscellaneous manufacturing	37.5	(1.5)	8.0 (63.0)	0.6 (20.8)	34.8 (1.9)	17.5 (82.5)	0.8 (24.2)
Manufacturing (ex. petroleum ref.)	39.6	(1.2)	13.1 (82.2)	0.6 (28.2)	34.5 (0.7)		1.5 (51.6)

Sources: SECEX 2000 manufacturing firms for Brazil. Eaton et al. (2004) for France 1986.

Note: Manufacturing total excludes petroleum refining. Percentage of firms shipping to exactly one destination, to 10 or more, and to 50 or more destinations. Percentage of total exports that such exporters represent in brackets.

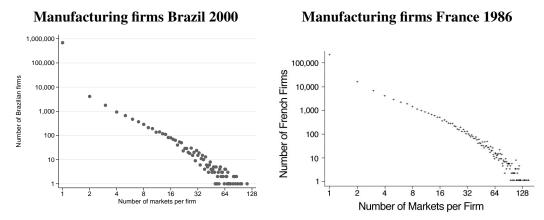
Table 3.4: Export Market Penetration by Brazil's Manufactured Export Varieties and Brazilian Manufacturing Firms

	B	razilian M	Brazilian Manufactured Varieties 2000°	ties 2000^a		Brazilian	Brazilian Manufacturing Firms 2000^l	$ns 2000^b$
•	Single mkt.	mkt.	10+ mkts.	50+ mkts.	Single	Single mkt.	10+ mkts.	50+ mkts.
SIC industry	(1)	(2)	(3) (4)	(5) (6)	(7)	(8)	(9) (10)	$(11) \qquad (12)$
[20, 21] Food and tobacco products	53.6	(3.8)	8.2 (68.0)	0.2 (6.4)	32.9	(0.7)	19.9 (88.4)	1.6 (42.6)
[22, 23] Textiles and apparel	59.3	(8.3)	2.7 (44.7)	0.0 (0.0)	46.0	(2.0)	7.5 (66.7)	0.0 (0.0)
[24, 25] Lumber and furniture	50.4	(8.6)	6.3 (38.1)	0.0 (1.2)	35.1	(4.7)	13.3 (52.3)	0.1 (2.6)
[26] Paper and allied products	58.7	(2.0)	5.5 (82.7)	0.2 (3.0)	41.6	(0.2)	15.3 (94.2)	1.4 (15.0)
[27] Printing and publishing	70.7	(14.1)	2.3 (38.4)	0.3 (0.7)	62.8	(6.5)	4.4 (53.2)	0.6 (0.7)
[28] Chemicals, etc.	57.8	(6.3)	4.3 (44.6)	0.0 (0.8)	36.1	(0.9)	16.8 (74.6)	0.4 (6.5)
[30] Rubber and plastics	60.5	(4.6)	4.2 (54.5)	0.1 (17.2)	4.1	(1.4)	9.0 (78.9)	0.4 (23.8)
[31] Leather and leather products	51.4	(5.4)	7.5 (52.1)	0.0 (5.8)	37.4	(1.9)	14.0 (68.4)	0.2 (7.3)
[32] Stone, clay, glass, and concrete	56.8	(6.4)	9.0 (50.3)	0.3 (9.7)	40.5	(3.2)	20.0 (59.8)	1.3 (16.8)
[33] Primary metal industries	57.1	(5.8)	5.7 (50.9)	0.0 (2.4)	45.1	(3.3)	10.1 (78.9)	0.4 (14.0)
[34] Fabricated metal products	51.1	(2.2)	10.5 (39.7)	0.3 (2.7)	42.8	(0.6)	11.9 (70.2)	0.6 (4.1)
[35] Machinery and computer eqpmt.	59.1	(7.2)	4.7 (55.0)	0.0 (5.6)	41.5	(1.6)	10.7 (77.8)	0.6 (22.2)
[36] Electronic and electrical eqpmt.	59.8	(5.5)	3.9 (56.6)	0.0 (1.5)	37.0	(0.5)	14.7 (84.1)	0.6 (12.2)
[37] Transportation eqpmt.	38.9	(9.0)	18.7 (83.6)	0.1 (1.4)	32.5	(0.1)	22.2 (95.6)	2.7 (63.5)
[38] Instruments, etc.	56.1	(5.1)	7.6 (71.1)	0.0 (1.1)	34.8	(3.0)	16.2 (87.0)	0.3 (3.0)
[39] Miscellaneous manufacturing	51.6	(3.6)	6.6 (54.7)	0.0 (0.0)	37.5	(1.5)	8.0 (63.0)	0.6 (20.8)
Manufacturing (ex. petroleum refining)	55.0	(4.1)	6.9 (62.0)	0.1 (3.9)	39.6	(1.2)	13.1 (82.2)	0.6 (28.2)

^aA manufactured export variety is a manufacturing firm's export product.

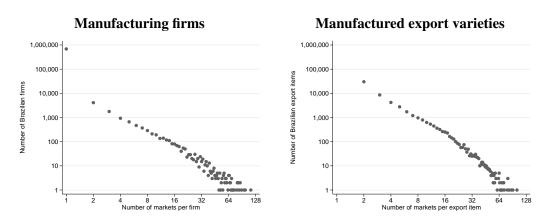
Note: Each manufacturing firm's export product is one variety. Manufacturing total excludes petroleum refining. Percentage of varieties shipped to exactly one destination, to 10 or more, and to 50 or more destinations. Percentage of total exports that such export varieties represent in brackets. Source: SECEX 2000 manufactured export varieties at the Harmonized-System 6-digit level.

^bAs also reported in columns 1 through 6 in Table 3.3.



Sources: SECEX 2000 manufacturing firms for Brazil 2000; Eaton et al. (2004) for France 1986. Note: Each manufacturing firm's export product is one variety. Left graph under the assumption that every Brazilian manufacturer has sales of at least one Real in the domestic Brazilian market. The elasticity of the Brazilian number of firms with respect to the number of markets is -2.48 (standard error .065). The elasticity of the number of French exporters with respect to the number of markets is -2.5 Eaton et al. (2004).

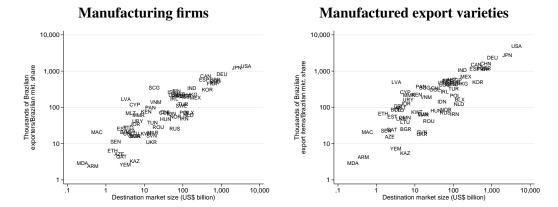
Figure 3.1: Export-market presence of Brazilian and French exporters



Source: SECEX 2000 manufacturing firms and manufactured export varieties at the Harmonized-System 6-digit level.

Note: Each manufacturing firm's export product is one variety. Left graph under the assumption that every Brazilian manufacturer has sales of at least one Real in the domestic Brazilian market. The elasticity of the number of firms with respect to the number of markets is -2.48 (standard error .065). In right graph, a manufactured export variety is a manufacturing firm's export product. The elasticity of the number of export varieties with respect to number of markets is -2.87 (standard error .061).

Figure 3.2: Export-market presence of Brazilian firms and varieties



Sources: SECEX 2000 manufacturing firms and manufactured export varieties at the Harmonized-System 6-digit level, linked to *WTF* (Feenstra, Lipsey, Deng, Ma and Mo 2005) and *Unido* Industrial Statistics (UNIDO 2005).

Note: Each manufacturing firm's export product is one variety. For the left graph, the elasticity of the number of Brazilian firms with respect to destination market size (absorption) is .626, conditional on Brazilian exporters' market share in the destination economy (standard error .043, see Table 3.5). In the right graph, a manufactured export variety is a manufacturing firm's export product. The elasticity of the number of Brazilian firms with respect to destination market size (absorption) is .876, conditional on Brazilian exporters' market share in the destination economy (standard error .079, see Table 3.7).

Figure 3.3: Export-market presence and market size

Table 3.5: Export-Market Presence Regressions for Brazil and France

	F	Brazil 2000 ^a		Fr	ance 1986 ^b	
Log # Firms (M_{sd}, M_{isd})	Dest. data	Dest. &	Ind. data	Dest. data	Dest. & I	nd. data
	(1)	(2)	(3)	(4)	(5)	(6)
Log Market share (λ_{sd})	.719 (.065)***	.640 (.017)***	.652 (.017)***	.875 (.030)***	.826 (.023)***	(not rep.)
Log Market size (T_d)	.626 (.043)***	.494 (.022)***	.502 (.012)***	.617 (.021)***	.585 (.019)***	(not rep.)
Log Industry bias (B_{isd})		.356 (.028)***	.385 (.013)***		.418 (.051)***	(not rep.)
Const.	-5.710 (1.108)***	-4.348 (.371)***	-4.374 (.288)***	9.088 (.150)***	7.442 (.258)***	(not rep.)
Industry FE			yes			yes
Obs.	67	857	857	113	1,808	1,808
R^2	.833	.766	.815	.903	.837	.894

^aData exclude shipments to the Brazilian domestic market.

Sources: *SECEX* 2000 manufacturing firms, linked to *WTF* (Feenstra et al. 2005) and *Unido* Industrial Statistics (UNIDO 2005). Eaton et al. (2004) for France 1986.

Note: 16 SIC industries, 67 destinations in Brazilian data (excluding domestic Brazilian market) and 113 destinations in French data (including domestic French market). Unbalanced destination-industry information in Brazilian data. Total exports T_{isd} from industry i in source country s (Brazil, France) to destination market d can be decomposed into: $M_{isd}\bar{t}_{isd}$, where M_{isd} is the number of source country s's exporters in industry i with shipments to destination country d, and \bar{t}_{isd} are these exporters' average sales in destination country d. The same total exports T_{isd} can also be decomposed into: $\lambda_{sd}T_dB_{isd}$, where λ_{sd} is the market share of source country s's exports in destination d, T_d is the market size of destination country d (manufacturing absorption), and industry bias B_{isd} is the share of source country s's industry i exports in the country's total exports to destination d. By definition, $M_{isd}\bar{t}_{isd} = \lambda_{sd}T_dB_{isd}$. Regressions in columns (2), (3), (5), and (6) show what fraction of $\lambda_{sd}T_dB_{isd}$ is associated with the market presence of additional firms M_{isd} (as opposed to additional sales per firm \bar{t}_{isd}). For regressions in columns (1) and (4), set $B_{isd} \equiv 1$ and $M_{sd} \equiv \sum_i M_{isd}$. Standard errors in parentheses (clustered at the industry level in columns 2, 3, 5 and 6): * significance at ten, ** five, *** one percent.

^bData include shipments to the French domestic market.

Table 3.6: Export-Market Presence Regressions and Exporter Scope

	U	nconditional		Condition	al on Export	er Scope
Log # Firms (M_{sd}, M_{isd})	Dest. data	Dest. &	Ind. data	Dest. data	Dest. &	Ind. data
	(1)	(2)	(3)	(4)	(5)	(6)
Log Market share (λ_{sd})	.719 (.065)***	.640 (.017)***	.652 (.017)***	.661 (.075)***	.643 (.024)***	.628 (.018)***
Log Market size (T_d)	.626 (.043)***	.494 (.022)***	.502 (.012)***	.625 (.043)***	.494 (.022)***	.498 (.012)***
Log Industry bias (B_{isd})		.356 (.028)***	.385 (.013)***		.357 (.029)***	.367 (.014)***
Log # Prod. (G_{sd}, G_{isd})				.366 (.239)	019 (.157)	.188 (.047)***
Const.	-5.710 (1.108)***	-4.348 (.371)***	-4.374 (.288)***	-6.355 (1.175)***	-4.326 (.412)***	-4.625 (.292)***
Industry FE			yes			yes
Obs. R^2	67 .833	857 .766	857 .815	67 .839	857 .766	857 .818

Sources: *SECEX* 2000 manufactured export varieties at the Harmonized-System 6-digit level, linked to *WTF* (Feenstra et al. 2005) and *Unido* Industrial Statistics (UNIDO 2005).

Note: Each manufacturing firm's export product is one variety. 16 SIC industries, 67 destinations (excluding domestic Brazilian market), with unbalanced destination-industry information. Total exports T_{isd} from industry i in source country s (Brazil, France) to destination market d can be decomposed into: $M_{isd}\bar{G}_{isd}\bar{a}_{isd}$, where M_{isd} is the number of source country s's exporters in industry i with shipments to destination country d, \bar{G}_{isd} is these exporters' average number of products shipped to destination d (the average scope of these exporters), and \bar{a}_{isd} are their export products' average sales in destination d (the average scale of the export varieties). The same total exports T_{isd} can also be decomposed into: $\lambda_{sd}T_dB_{isd}$ (similar to the decomposition in Table 3.5 before), where λ_{sd} is the market share of source country s's export varieties in destination country d, d is the market size of destination country d (manufacturing absorption), and d is the share of source country s's industry i exports in the country's total exports to destination d. By definition, d is the share of source country d (manufacturing absorption), and d is a sassociated with the market presence of additional firms d (as opposed to additional sales per firm d is d (as a proposed to additional sales per firm d is d (as an d is d is d and d is d in d (as d is d in d is d in d (as d is d in d in d (as d in d

Table 3.7: Export Variety Presence and Exporter Scope Regressions

	Log # Exp. Varieties (V_{sd}, V_{isd})			Log # Pro	Log # Products $(\bar{G}_{sd}, \bar{G}_{isd})$		
	Dest. data	Dest. & Ind. data		Dest. data	Dest. & Ind. data		
	(1)	(2)	(3)	(4)	(5)	(6)	
Log Market share (λ_{sd})	.876 (.079)***	.777 (.035)***	.779 (.023)***	.087 (.057)	.146 (.102)	.061 (.021)***	
Log Market size (T_d)	.630 (.052)***	.522 (.029)***	.526 (.015)***	058 (.046)	.036 (.062)	027 (.015)*	
Log Industry bias (B_{isd})		.424 (.043)***	.482 (.018)***		.073 (.071)	.058 (.014)***	
Log # Firms (M_{isd})					015 (.126)	.101 (.025)***	
Const.	-3.947 (1.341)***	-3.202 (.724)***	-3.039 (.379)***	2.324 (.676)***	1.082 (.470)**	1.776 (.236)***	
Industry FE			yes			yes	
Obs.	67	857	857	67	857	857	
R^2	.802	.712	.769	.281	.107	.212	

Sources: *SECEX* 2000 manufactured export varieties at the Harmonized-System 6-digit level, linked to *WTF* (Feenstra et al. 2005) and *Unido* Industrial Statistics (UNIDO 2005).

Note: Each manufacturing firm's export product is one variety. 6 SIC industries, 67 destinations (excluding domestic Brazilian market), with unbalanced destination-industry information. Total exports T_{isd} from industry i in source country s (Brazil, France) to destination market d can be decomposed into (Broda and Weinstein 2006): $V_{isd}\bar{a}_{isd}$, where V_{isd} is the number of export varieties from source country s's industry i shipped to destination country d and \bar{a}_{isd} is average sales of these export varieties in destination country d (the average scale of the export varieties). As in Tables 3.5 and 3.6 before, V_{isd} can be further decomposed into $M_{isd}\bar{G}_{isd}$, where M_{isd} is the number of source country s's exporters in industry i with shipments to destination country d and \bar{G}_{isd} is these exporters' average number of products shipped to destination d (the average scope of these exporters). As in Tables 3.5 and 3.6 before, total exports T_{isd} can also be decomposed into: $\lambda_{sd}T_dB_{isd}$, where λ_{sd} is the market share of source country s's export varieties in destination country d, T_d is the market size of destination country d (manufacturing absorption), and B_{isd} is the share of source country s's industry iexports in the country's total exports to destination d. By definition, $V_{isd}a_{sd}^g = M_{isd}\bar{G}_{isd}a_{sd}^g = \lambda_{sd}T_dB_{isd}$. Regressions in columns (1) through (3) show what fraction of $\lambda_{sd}T_dB_{isd}$ is associated with the market presence of additional export varieties V_{sd} or V_{isd} (as opposed to additional sales per variety \bar{a}_{isd}). Regressions in columns (4) through (6) show what fraction of $\lambda_{sd}T_dB_{isd}$ is associated with exporter scope \bar{g}_{sd} or \bar{G}_{isd} . For regressions in columns (1) and (4), set $B_{isd} \equiv 1$, $V_{sd} \equiv \sum_i V_{isd}$, and $\bar{g}_{sd} \equiv \sum_i \bar{G}_{isd}$. These regressions are cross-section analogs to the time series regression in Broda and Weinstein (2006). Standard errors in parentheses (clustered at the industry level in columns 2, 3, 5 and 6): * significance at ten, ** five, *** one percent.

4 Manufacturing Firms: Replications of Bernard et al. (2007) and Bernard et al. (2010) gravity decompositions

Table 4.1: Exporting Activity By Manufacturing Firms in Brazil and the U.S.

	U.S. 2002		Braz	zil 2000
	% Firms	% Exporters	% Firms	% Exporters
NAICS industry	(1)	(2)	(3)	(4)
311 Food Manufacturing	6	12	15	.7
312 Beverage and Tobacco Product	0	23	1	1.4
313 Textile Mills	1	25	2	2.5
314 Textile Product Mills	1	12	2	1.5
315 Apparel Manufacturing	3	8	15	.6
316 Leather and Allied Product	0	24	3	3.7
321 Wood Product Manufacturing	5	8	7	2.0
322 Paper Manufacturing	1	24	2	1.7
323 Printing and Related Support	11	5	0	.0
324 Petroleum and Coal Products	0	18	0	4.5
325 Chemical Manufacturing	3	36	5	2.7
326 Plastics and Rubber Products	4	28	6	1.8
327 Nonmetallic Mineral Product	4	9	8	.9
331 Primary Metal Manufacturing	1	30	3	1.9
332 Fabricated Metal Product	19	14	10	1.1
333 Machinery Manufacturing	9	33	6	2.9
334 Computer and Electronic Product	4	38	1	3.3
335 Electrical Equipment, Appliance	1	38	2	3.0
336 Transportation Equipment	3	28	3	2.6
337 Furniture and Related Product	6	7	7	1.3
339 Miscellaneous Manufacturing	9	2	3	2.7
Aggregate Manufacturing	100	18	100	1.6

Sources: *RAIS* and *SECEX* 2000 manufacturing firms for Brazil. Bernard et al. (2007) for the U.S. 2002. *Note*: Columns 1 and 3 report the percentage of manufacturing firms across three-digit NAICS manufacturing industries. Columns 2 and 4 report the share of firms in each industry that export.

Table 4.2: Exporter Distribution by Exporter Scope and Destinations, 2000

			# Destinations			
# Products	1	2	3	4	5+	All
			U.S. 2000 (H	S 10-digit level)	1	
1	40.4	1.2	.3	.1	.2	42.2
2	10.4	4.7	.8	.3	.4	16.4
3	4.7	2.3	1.3	.4	.5	9.3
4	2.5	1.3	1.0	.6	.7	6.2
5+	6.0	3.0	2.7	2.3	11.9	25.9
All	64.0	12.6	6.1	3.6	13.7	100.0
			Brazil 2000 (1	HS 6-digit level)	
1	26.2	5.8	2.2	1.1	2.6	37.9
2	6.6	5.0	2.1	1.4	3.4	18.6
3	3.0	2.6	1.6	1.0	3.4	11.5
4	1.2	1.2	1.0	.7	2.6	6.8
5+	2.6	2.7	2.3	2.3	15.2	25.2
All	39.7	17.3	9.2	6.5	27.3	100.0
			Brazil 2000 (M	ICN 8-digit leve	el)	
1	26.0	5.5	2.0	.9	2.4	36.8
2	6.6	4.9	2.1	1.4	3.0	18.1
3	3.1	2.7	1.7	1.0	3.2	11.7
4	1.3	1.3	.9	.6	2.5	6.6
5+	2.8	2.9	2.5	2.5	16.2	26.9
All	39.7	17.3	9.2	6.5	27.3	100.0

Sources: RAIS and SECEX 2000 manufacturing firms for Brazil. Bernard et al. (2007) for the U.S. 2000. Note: Joint distribution of manufacturing firms that export, according to the number of their export products (rows) and their number of destinations (columns). Products at the Harmonized-System 10-digit level for the U.S., and for Brazil at the Harmonized-System 6-digit and the Mercosur-Common-Nomenclature 8-digit level (an 8-digit refinement of HS-6).

Table 4.3: Total Exports Distribution by Exporter Scope and Destinations, 2000

			# Destinations	l .		
# Products	1	2	3	4	5+	All
			U.S. 2000 (H	IS 10-digit level)	
1	.20	.06	.02	.02	.07	.40
2	.19	.12	.04	.03	.15	.50
3	.19	.07	.05	.03	.19	.50
4	.12	.08	.08	.04	.27	.60
5+	2.63	1.23	1.02	.89	92.20	98.00
All	3.30	1.50	1.20	1.00	92.90	100.00
			Brazil 2000	(HS 6-digit leve	1)	
1	.78	.73	.70	.48	4.70	7.39
2	.20	.37	.47	.54	3.57	5.15
3	.16	.22	.26	.23	5.04	5.90
4	.08	.09	.12	.13	4.69	5.11
5+	.09	.30	.52	.74	74.80	76.44
All	1.30	1.71	2.07	2.12	92.80	100.00
			Brazil 2000 (N	MCN 8-digit lev	rel)	
1	.78	.71	.68	.42	4.48	7.07
2	.20	.35	.46	.55	3.35	4.91
3	.16	.21	.23	.25	4.38	5.23
4	.06	.10	.12	.13	4.37	4.78
5+	.11	.33	.57	.78	76.22	78.01
All	1.30	1.71	2.07	2.12	92.80	100.00

Sources: RAIS and SECEX 2000 manufacturing firms for Brazil. Bernard et al. (2007) for the U.S. 2000. Note: Joint distribution of manufacturing firms' total exports, according to the number of their export products (rows) and their number of destinations (columns). Products at the Harmonized-System 10-digit level for the U.S., and for Brazil at the Harmonized-System 6-digit and the Mercosur-Common-Nomenclature 8-digit level (an 8-digit refinement of HS-6).

Table 4.4: Employment Distribution by Exporter Scope and Destinations, 2000

			# Destinations			
# Products	1	2	3	4	5+	All
			U.S. 2000 (H	S 10-digit level)	
1	7.0	.0	.0	.0	.0	7.1
2	1.9	2.6	.1	.0	.0	4.6
3	1.3	1.0	.8	.0	.2	3.3
4	.5	.4	.3	.2	.2	1.6
5+	3.5	2.6	4.3	4.1	68.8	83.3
All	14.2	6.7	5.5	4.3	69.2	100.0
			Brazil 2000 (HS 6-digit level)	
1	8.0	2.5	1.5	.6	2.2	14.8
2	2.0	2.6	1.2	1.0	2.9	9.8
3	1.1	1.2	1.1	.8	4.2	8.3
4	.5	.6	.6	.9	4.1	6.7
5+	.9	1.4	1.8	2.7	53.6	60.3
All	12.6	8.3	6.1	6.0	67.0	100.0
			Brazil 2000 (N	ACN 8-digit leve	el)	
1	8.0	2.3	1.4	.5	2.0	14.2
2	2.0	2.6	1.2	1.0	2.4	9.2
3	1.1	1.3	1.1	.8	3.7	8.1
4	.5	.6	.5	.8	3.8	6.3
5+	1.0	1.5	1.9	2.8	55.0	62.2
All	12.6	8.3	6.1	6.0	67.0	100.0

Sources: RAIS and SECEX 2000 manufacturing firms for Brazil. Bernard et al. (2007) for the U.S. 2000. Note: Joint distribution of manufacturing firm employment, according to the number of their export products (rows) and their number of destinations (columns). Products at the Harmonized-System 10-digit level for the U.S., and for Brazil at the Harmonized-System 6-digit and the Mercosur-Common-Nomenclature 8-digit level (an 8-digit refinement of HS-6).

Table 4.5: Gravity and Exports Decomposition for U.S., Brazil and Chile 2000

	Log	Log#	Log#	Log Sales/
	Total Exports	Firms	Total Products	prod. & firm
	(1)	(2)	(3)	(4)
	U.S. Exports 2000	(HS 10-digit level))	
Log GDP	.98	.71	.52	25
	(.04)***	(.04)***	(.03)***	(.04)***
Log Distance	-1.36	-1.14	-1.06	.84
	(.17)***	(.16)***	(.15)***	(.19)***
Obs.	175	175	175	175
R^2	.82	.74	.64	.25
	Brazilian Exports	2000 (MCN 8-dig	it level)	
Log GDP	.98	.57	.60	19
C	(.05)***	(.04)***	(.04)***	(.04)***
Log Distance	-2.01	-1.93	-2.39	2.31
C	(.26)***	(.18)***	(.20)***	(.21)***
Obs.	175	175	175	175
R^2	.67	.63	.65	.43
	Chilean Exports 2	000 (HS 8-digit lev	vel)	
Log GDP	.86	.52	.55	21
- 6	(.08)***	(.05)***	(.05)***	(.05)***
Log Distance	-1.02	-1.21	-1.59	1.78
C	(.41)**	(.22)***	(.26)***	(.26)***
Obs.	161	161	161	161
R^2	.40	.47	.45	.27

Sources: Bernard et al. (2007) for U.S. 2000 manufacturing firms; Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms.

Note: Products at the Harmonized-System 10-digit level for the U.S.; at the Mercosur-Common-Nomenclature 8-digit level (an 8-digit refinement of HS-6) for Brazil; at the Harmonized-System 8-digit level for Chile. Total exports T_{sd} are decomposed into $T_{sd} = M_{sd}\,G_{sd}\,\bar{a}_{sd}$, where M_{sd} is the number of exporters in s with shipments to destination d, $G_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of products exported from s to d, and $\bar{a}_{sd} \equiv \bar{t}_{sd}/G_{sd}$ is the average value of exports per product per firm (Bernard et al. 2007). Results from country-level ordinary least squares regressions of the dependent variable noted at the top of each column on the covariates listed in the first column. Estimates for the constant suppressed. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 4.6: Gravity and Exports Decomposition for U.S., Brazil and Chile 2000

	Log	Log #	Log #	Log Sales/
	Total Exports	Firms	Total Products	prod. & firm
	(1)	(2)	(3)	(4)
	U.S. Exports 2000	(HS 10-digit level))	
Log GDP	.98	.71	.52	25
	(.04)***	(.04)***	(.03)***	(.04)***
Log Distance	-1.36	-1.14	-1.06	.84
	(.17)***	(.16)***	(.15)***	(.19)***
Obs. R^2	175	175	175	175
	.82	.74	.64	.25
	Brazilian Exports	2000 (HS 6-digit 1	evel)	
Log GDP	.97	.56	.59	18
	(.05)***	(.04)***	(.04)***	(.04)***
Log Distance	-2.03	-1.95	-2.37	2.29
	(.26)***	(.18)***	(.20)***	(.21)***
Obs. R^2	174	174	174	174
	.67	.63	.64	.42
	Chilean Exports 2	000 (HS 6-digit lev	vel)	
Log GDP	.86	.52	.55	21
	(.08)***	(.05)***	(.05)***	(.05)***
Log Distance	-1.02	-1.21	-1.57	1.76
	(.41)**	(.22)***	(.26)***	(.26)***
Obs. R^2	161	161	161	161
	.40	.47	.45	.27

Sources: Bernard et al. (2007) for U.S. 2000 manufacturing firms; Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms.

Note: Products at the Harmonized-System 10-digit level for the U.S.; at the Harmonized-System 6-digit level for Brazil and for Chile. Total exports T_{sd} are decomposed into $T_{sd} = M_{sd} \, G_{sd} \, \bar{a}_{sd}$, where M_{sd} is the number of exporters in s with shipments to destination d, $G_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of products exported from s to d, and $\bar{a}_{sd} \equiv \bar{t}_{sd}/G_{sd}$ is the average value of exports per product per firm (Bernard et al. 2007). Results from country-level ordinary least squares regressions of the dependent variable noted at the top of each column on the covariates listed in the first column. Estimates for the constant suppressed. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 4.7: Gravity and Alternative Exports Decomposition for Brazil and Chile 2000

	Log Total Exp.	Log # Firms	Log # Products/firm	Log Sales/ # prod./firm
	(1)	(2)	(3)	(4)
	_	rts 2000 (HS 6-digit		
Log GDP	.97 (.05)***	.56 (.04)***	.03 (.01)**	.38 (.03)***
Log Distance	-2.03 (.26)***	-1.95 (.18)***	42 (.07)***	.34 (.16)**
Obs.	174	174	174	174
R^2	.67	.63	.19	.48
	Brazilian Expo	rts 2000 (MCN 8-di	git level)	
Log GDP	.98 (.05)***	.57 (.04)***	.04 (.01)**	.38 (.03)***
Log Distance	-2.01 (.26)***	-1.93 (.18)***	46 (.07)***	.38 (.16)**
Obs.	175	175	175	175
R^2	.67	.63	.21	.48
	Chilean Export	s 2000 (HS 6-digit l	evel)	
Log GDP	.86 (.08)***	.52 (.05)***	.03 (.01)**	.31 (.05)***
Log Distance	-1.02 (.41)**	-1.21 (.22)***	37 (.06)***	.56 (.25)**
Obs.	161	161	161	161
R^2	.40	.47	.19	.22
	Chilean Export	s 2000 (HS 8-digit 1	evel)	
Log GDP	.86 (.08)***	.52 (.05)***	.03 (.01)**	.31 (.05)***
Log Distance	-1.02 (.41)**	-1.21 (.22)***	38 (.06)***	.57 (.25)**
Obs.	161	161	161	161
R^2	.40	.47	.19	.22

Sources: Brazilian SECEX 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms. Note: Products at the Harmonized-System 6-digit and the Mercosur-Common-Nomenclature 8-digit level (an 8-digit refinement of HS-6) for Brazil; at the Harmonized-System 6-digit and 8-digit levels for Chile. Total exports T_{sd} are decomposed into $T_{sd} = M_{sd}\,\bar{G}_{sd}\,\bar{a}_{sd}$, wheres M_{sd} is the number of exporters in s with shipments to destination d, $\bar{G}_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)/M_{sd}$ is the exporters' mean exporter scope, and $\bar{a}_{sd} \equiv \bar{t}_{sd}/\bar{G}_{sd}$ is their varieties' mean exporter scale. Results from country-level ordinary least squares regressions of the dependent variable noted at the top of each column on the covariates. Estimates for the constant suppressed. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 4.8: Short and Long Gravity and Alternative Exports Decomposition for Brazil 2000

	Log	Log #	Log #	Log Sales/
	Total Exp.	Firms	Products/firm	# prod./firm
	(1)	(2)	(3)	(4)
	Brazilian Exports	2000, short gravit	y (HS 6-digit level)	
Log GDP	.97 (.05)***	.56 (.04)***	.03 (.01)**	.38 (.03)***
Log Distance	-2.03 (.26)***	-1.95 (.18)***	42 (.07)***	.34 (.16)**
Obs.	174	174	174	174
R^2	.67	.63	.19	.48
	Brazilian Exports	2000, long gravity	(HS 6-digit level)	
Log Population	.85 (.06)***	.46 (.04)***	.06 (.02)***	.33 (.04)***
Log GDP per capita	1.19 (.08)***	.74 (.05)***	008 (.02)	.46 (.05)***
Log Distance	-2.02 (.25)***	-1.94 (.17)***	42 (.07)***	.34 (.16)**
Obs.	174	174	174	174
R^2	.69	.68	.23	.49

Sources: Brazilian SECEX 2000, manufacturing firms.

Note: Short gravity is same as upper-most panel in Table 4.7. Products at the Harmonized-System 6-digit level. Total exports T_{sd} are decomposed into $T_{sd}=M_{sd}\,\bar{G}_{sd}\,\bar{a}_{sd}$, where M_{sd} is the number of exporters in s with shipments to destination d, $\bar{G}_{sd}\equiv\sum_{\omega\in\Omega_{sd}}G_d(\omega)/M_{sd}$ is the exporters' mean exporter scope, and $\bar{a}_{sd}\equiv\bar{t}_{sd}/\bar{G}_{sd}$ is their varieties' mean exporter scale. Results from country-level ordinary least squares regressions of the dependent variable noted at the top of each column on the covariates. Estimates for the constant suppressed. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 4.9: Quadruple Gravity and Exports Decomposition for U.S. 2002, Brazil and Chile 2000

	Log Total Exports (1)	Log # Firms (2)	Log # Total Products (3)	Log Share Pos. Prod. exp.	Log Sales/ # prod./firm (5)			
			2 (HS 10-digit level					
Log GDP	1.01	0.71	0.55	-0.48	0.23			
	(0.04)***	(0.03)***	(0.03)***	(0.03)***	(0.02)***			
Log Distance	-1.37	-1.17	-1.10	0.84	0.05			
	(0.17)***	(0.15)***	(0.15)***	(0.13)***	(0.10)			
Obs. R^2	175	175	175	175	175			
	.82	.76	.68	.66	.37			
	Brazil	ian Exports	2000 (HS 6-digit lev	vel)				
Log GDP	.97	.56	.59	56	.38			
	(.05)***	(.04)***	(.04)***	(.04)***	(.03)***			
Log Distance	-2.03	-1.95	-2.37	1.95	.34			
	(.26)***	(.18)***	(.20)***	(.18)***	(.16)**			
Obs. R^2	174	174	174	174	174			
	.67	.63	.64	.63	.48			
	Brazilian Ex	ports 2000, l	ong gravity (HS 6-c	ligit level)				
Log Population	.85	.46	.52	46	.33			
	(.06)***	(.04)***	(.05)***	(.04)***	(.04)***			
Log GDP p. capita	1.19	.74	.73	74	.46			
	(.08)***	(.05)***	(.06)***	(.05)***	(.05)***			
Log Distance	-2.02	-1.94	-2.37	1.94	.34			
	(.25)***	(.17)***	(.19)***	(.17)***	(.16)**			
Obs. R^2	174	174	174	174	174			
	.69	.68	.66	.68	.49			
Chilean Exports 2000 (HS 6-digit level)								
Log GDP	.85	.51	.54	51	.30			
	(.09)***	(.05)***	(.05)***	(.05)***	(.05)***			
Log Distance	-1.05	-1.22	-1.59	1.22	.54			
	(.41)**	(.23)***	(.26)***	(.23)***	(.25)**			
Obs. R^2	160	160	160	160	160			
	.39	.47	.45	.47	.21			

Sources: Bernard et al. (2010) for U.S. 2002 manufacturing firms; Brazilian *SECEX* 2000 and Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms.

Note: Products at the Harmonized-System 10-digit level for the U.S.; at the Harmonized-System 6-digit level for Brazil and for Chile. Total exports T_{sd} are decomposed into $T_{sd} = M_{sd}\,G_{sd}\,d_{sd}\,\bar{a}_{sd}$, where M_{sd} is the number of exporters in s with shipments to destination d, $G_{sd} \equiv \sum_{\omega \in \Omega_{sd}} G_d(\omega)$ is the total number of products exported from s to d, d_{sd} is the fraction of firm-good combinations with positive exports which Bernard et al. (2010) call the "density of trade", and $\bar{a}_{sd} = [\sum_{\omega \in \Omega_{sd}} t_d(\omega)]/[\sum_{\omega \in \Omega_{sd}} G_d(\omega)]$ is the mean exporter scale. Results from country-level ordinary least squares regressions of the dependent variable noted at the top of each column on the covariates listed in the first column. Estimates for the constant suppressed. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

5 Manufacturing Firms and Products

Table 5.1: Sample Characteristics by Destination

	World	Mercosur	OECD	non-OECD	USA	Argentina
	(1)	(2)	(3)	(4)	(5)	(6)
# of Observations (MNH)	162,570	45,429	36,359	126,211	10,775	21,623
# of Destinations (N)	170	3	23	147	1	1
Regional share in Tot. exports	1.000	.172	.559	.441	.257	.144
		Firms				
# of Firms (M)	10,215	6,428	5,041	8,664	3,083	4,590
Median Total exports (T_{md})	.089	.051	.137	.066	.120	.068
Median Exporter scope (G_{md})	2	2	2	2	1	2
Median Avg. Exp. scale (a_{md})	.037	.022	.070	.028	.068	.031
Mean Total exports (\bar{t}_d)	3.720	1.017	4.217	1.932	3.170	1.192
Mean Exporter scope (\bar{G}_d)	5.278	4.908	3.933	5.176	3.495	4.711
Mean Avg. Exp. scale (a_d)	.705	.207	1.072	.373	.907	.253
Shares in Total exports						
Single-prod. firms	.090	.078	.142	.069	.123	.086
Multi-prod. firms' top product	.597	.555	.625	.573	.662	.555
Multi-prod. firms' other prod.	.313	.367	.233	.359	.215	.359
		Varieties				
# of Varieties (MH)	53,910	31,548	19,826	44,841	10,775	21,623
Median Variety sales	.006	.005	.009	.005	.009	.006
Mean Variety sales	.705	.207	1.072	.373	.907	.253

Note: Aggregate regions (world, Mercosur, OECD, non-OECD) treated as single destinations, collapsing product shipments to different countries into single product shipment. The worldwide average number of products across destination countries is 3.518, for instance, but 5.278 for the world as single destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Exports in US\$ million fob. Mean average exporter scale (a_d) is the scope-weighted arithmetic mean of exporters' average exporter scales.

Table 5.2: Top 25 Export Products

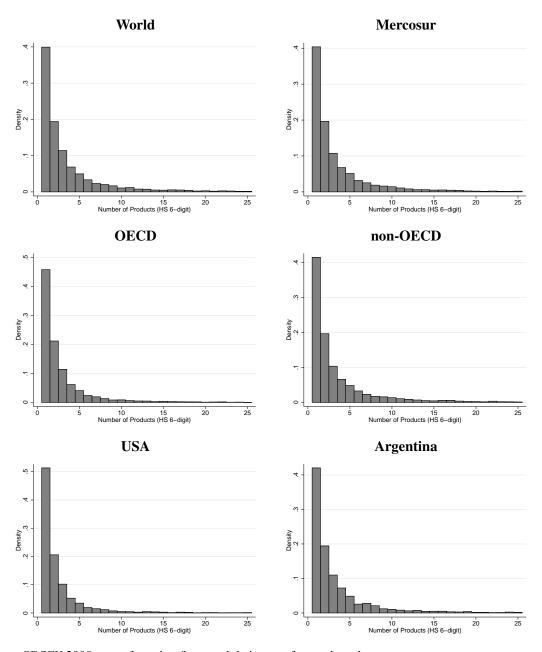
Rank	Product	Exports (US\$ mill.)	Share in tot. exports (%)	# of Dest.
1.	Airplane & a/c unladen wght > 2t, nov 15t	2,619	6.9	16
2.	Chem woodpulp, soda etc, n dis s bl & bl nonconif	1,523	4.0	29
3.	Soybean oilcake & oth solid residue, wh/not ground	1,246	3.3	36
4.	Pass veh spk-ig int com rcpr p eng >1500 nov 3m cc	1,197	3.2	32
5.	Transmission appr incorporating reception apparats	927	2.4	31
6.	Footwear, outer sole rub etc & leather upper nesoi	855	2.3	91
7.	Smfd irn/nal stl lt .25 pct crb rect cs wid 2x thk	803	2.1	17
8.	Unwrought aluminum, not alloyed	765	2.0	13
9.	Orange juice, frozen, sweetened or not	561	1.5	40
10.	Cane sugar, raw, solid form, w/o added flav/color	521	1.4	31
11.	Chicken cuts and edible offal (inc livers), frozen	419	1.1	61
12.	Compressors used in refrigerating equipment	415	1.1	63
13.	Parts and accessories of motor vehicles, nesoi	413	1.1	104
14.	Nonalloy pig iron 0.5 prent or less phosphorus	368	1.0	16
15.	Spark-ignition int combustion piston eng pts nesoi	362	1.0	95
16.	Meat & offal of chickens, not cut in pieces, frozen	358	0.9	61
17.	Spark-ignition reciprocating int com pistn eng pts	353	0.9	93
18.	Trucks, nesoi, diesel eng, gvw 5 metric tons & und	331	0.9	31
19.	Semifinished products of alloy steel not stainless	316	0.8	18
20.	Cane/beet sug chem pure sucrose refind nesoi	316	0.8	45
21.	Food preparations nesoi	308	0.8	52
22.	Pass veh com-ig int com eng > 1500 nov 2500 cc	296	0.8	19
23.	Bovine leather without hair on otherwise pretanned	276	0.7	43
24.	Meat of bovine animals, boneless, frozen	265	0.7	52
25.	Bovine & equine leather nesoi, par-dr full grn etc	253	0.7	55

Source: *SECEX* 2000, manufacturing firms and their manufactured products. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.

Table 5.3: Top 25 Export Destinations

		Exports	Share in tot.	# of
Rank	Destination	(US\$ mill.)	exports (%)	Products
1.	USA	9,773	25.7	2,146
2.	Argentina	5,472	14.4	2,814
3.	Mexico	1,554	4.1	1,443
4.	Netherlands	1,488	3.9	628
5.	Italy	1,442	3.8	949
6.	Germany	1,365	3.6	1,174
7.	Belgium-Luxembourg	1,184	3.1	584
8.	Japan	1,176	3.1	663
9.	Chile	1,145	3.0	2,117
10.	UK	1,141	3.0	805
11.	France Monaco	1,095	2.9	892
12.	Venezuela	658	1.7	1,599
13.	Paraguay	561	1.5	2,144
14.	Uruguay	505	1.3	2,318
15.	Spain	470	1.2	761
16.	Colombia	466	1.2	1,350
17.	Switzerland, Liechtenstein	426	1.1	361
18.	China Hong Kong SAR	418	1.1	408
19.	Canada	414	1.1	742
20.	China	346	0.9	610
21.	Peru	330	0.9	1,556
22.	Korea Rep.	328	0.9	283
23.	Saudi Arabia	300	0.8	398
24.	Australia	296	0.8	653
25.	Russian Federation	285	0.7	224

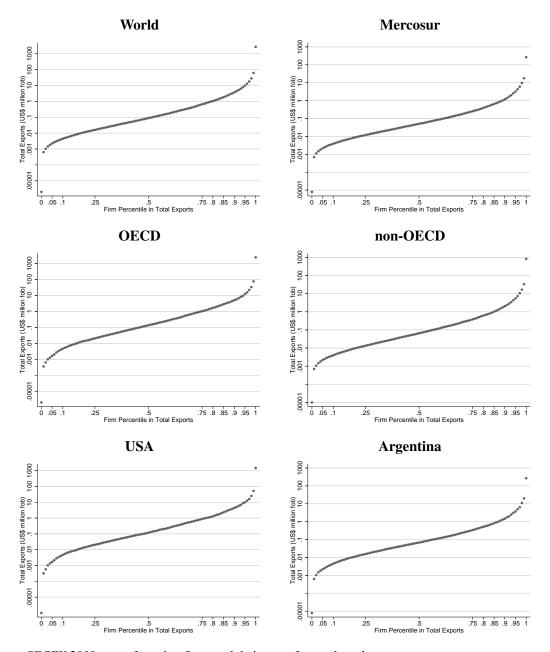
Source: *SECEX* 2000, manufacturing firms and their manufactured products. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.



Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members of the OECD in 1990. Products at the Harmonized-System 6-digit level.

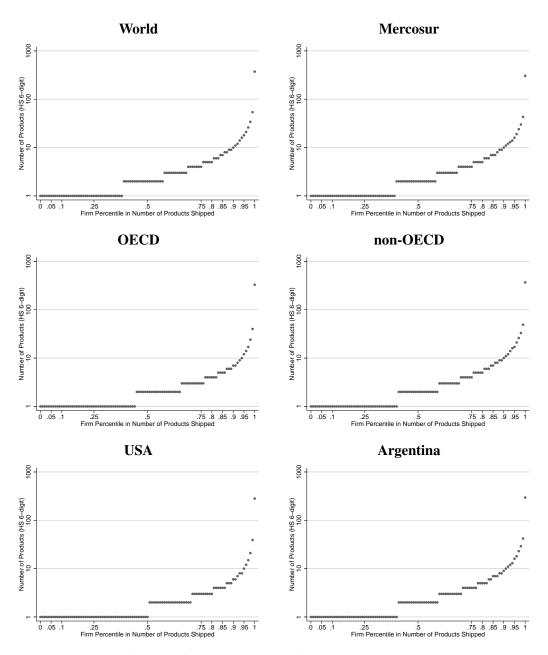
Figure 5.1: Exporter Scope Distribution for Up to 25 Products



Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

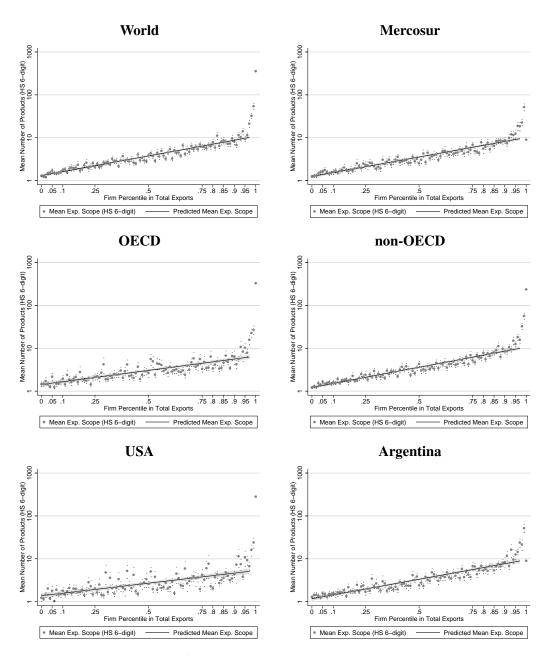
Figure 5.2: Total Sales Distribution



Source: SECEX 2000, manufacturing firms and their manufactured products.

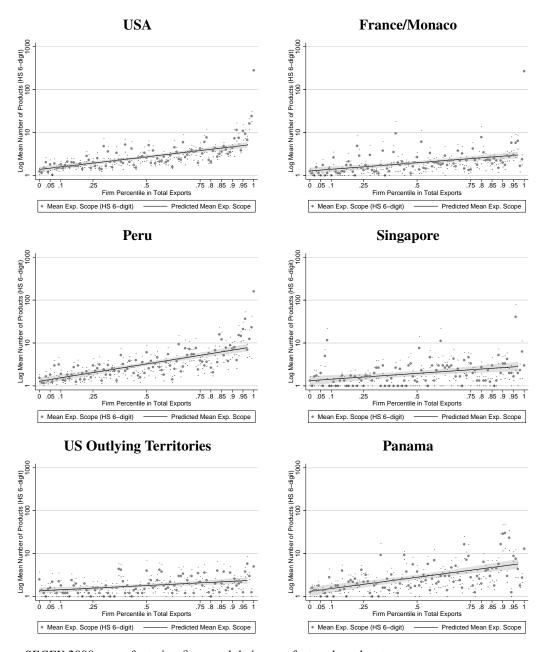
Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

Figure 5.3: Exporter Scope Distribution



Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 5.4: Exporter Scope and Total Exports Distribution



Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Selection of the six countries at the fiftieth through hundredth percentiles among Brazil's top 100 export destinations (Panama, US outlying territories, Singapore, Peru, France/Monaco, USA). Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 5.5: Exporter Scope and Total Exports Distribution by Country

Table 5.4: Correlations between Local and Worldwide Total Exports Percentiles

		Spearman's	Local	on world	Local, firm FE		
Local and	Corr.	rank corr.	regress	ion coeff.	corr. coeff.		
World pctl.	coeff.	coeff.	OLS	Dest. FE	Dest. & firm FE		
	(1)	(2)	(3)	(4)	(5)		
Coefficient	.558	.577	.695	.809	.655		
p value a	0	0	0	0	0		
Obs.	71,567	71,567	71,567	71,567	71,567		
# Dest.				170	170		
Panels					10,215		

^aNull hypothesis: Coefficient is zero.

Note: Aggregation to exports by firm and destination. Percentiles in discrete numbers. Unconditional and Spearman's rank correlation coefficients in columns 1 and 2. Regression coefficients of local total-exports percentiles on a firm's worldwide total-exports percentile in columns 3 (OLS with constant) and 4 (destination FE regression). In column 5, correlation coefficient between local total-exports percentiles and the firm-fixed effect from a local total-exports percentile regression on firm and destination fixed effects.

Table 5.5: Exporter Scope and Local Total-Exports Percentile Correlations

Log # Products	OLS	Firm FE	Dest. FE	Dest. & Firm FE
	(1)	(2)	(3)	(4)
Log Local total-exp. percentile	.483 (.005)***	.463 (.004)***	.458 (.005)***	.378 (.004)***
Const.	1.586 (.006)***	1.569 (.004)***	1.540 (.017)***	1.635 (.011)***
Observations	68,054	68,054	68,054	68,054
Panels		10,209		10,209
$R^2 (R^2 \text{ within})^a$.118	.219	.189	.323

 $[^]aR^2$ is within fit for firm FE regressions in columns 2 and 4.

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Aggregation to exports by firm and destination. Products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 5.6: Correlates of Destination Effects on Exporter Scope

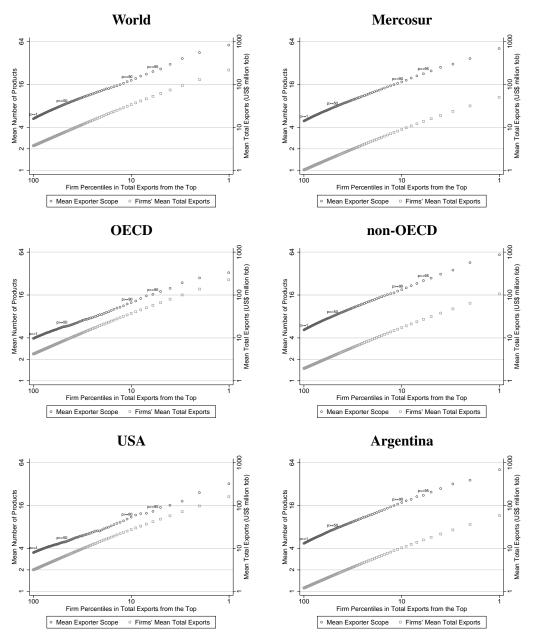
Log # Products	Unc	onditional S	cope	Scope Dest. FE (Table 5.5, col. 3)				
	(1)	(2)	(3)	(4)	(5)	(6)		
Mean Log Market size			042 (.012)***			046 (.033)		
Log Population		.041 (.016)***	.069 (.019)***		.055 (.023)**	.050 (.043)		
Log GDP per cap.		063 (.018)***	035 (.017)**		.007 (.025)	002 (.051)		
Log GDP	0006 (.014)			.034 (.019)*				
Log Distance	317 (.050)***	335 (.042)***	300 (.044)***	442 (.106)***	446 (.105)***	353 (.138)**		
Common borders	009 (.094)	052 (.077)	085 (.074)	.021 (.213)	.021 (.212)	.047 (.252)		
Common language	009 (.098)	.010 (.062)	032 (.051)	.094 (.243)	.102 (.242)	.212 (.270)		
Observations R^2	66,328 .045	66,328 .050	60,489 .051	151 .172	151 .188	.234		

Note: Aggregation to exports and exporter scope by firm and destination. Regressions of exporter scope (columns 1 through 3) and of destination fixed effects (columns 4 through 6) on destination-level predictors, where latter destination fixed effects in exporter scope are from a destination fixed effects regression controlling for the firm's local total-exports percentile (column 3 in Table 5.5). Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent. Clustered standard errors at destination level in columns 1 through 3.

Table 5.7: Exporter Scope Distribution by Destination

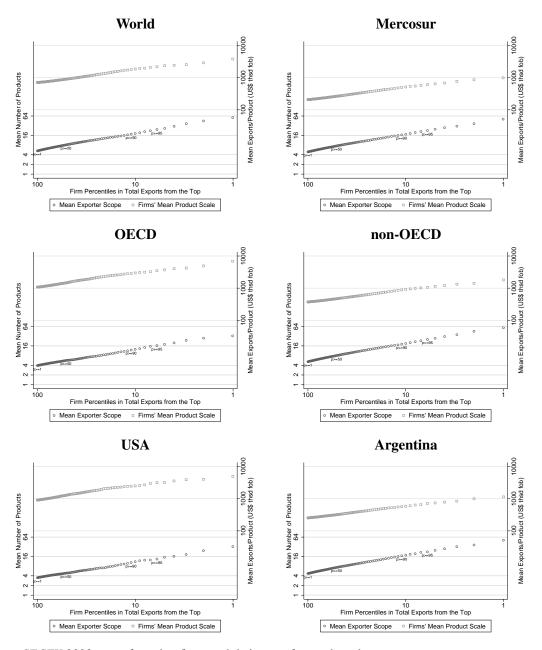
	World	Mercosur	OECD	non-OECD	USA	Argentina
Percentile	(1)	(2)	(3)	(4)	(5)	(6)
00	1	1	1	1	1	1
05	1	1	1	1	1	1
10	1	1	1	1	1	1
25	1	1	1	1	1	1
50	2	2	2	2	1	2
75	4	4	3	4	3	4
80	5	5	4	5	3	5
85	7	7	5	7	4	7
90	10	10	7	10	6	9
95	18	16	12	17	10	16
99	54	43	40	49	39	42
100	372	305	329	369	282	296

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.



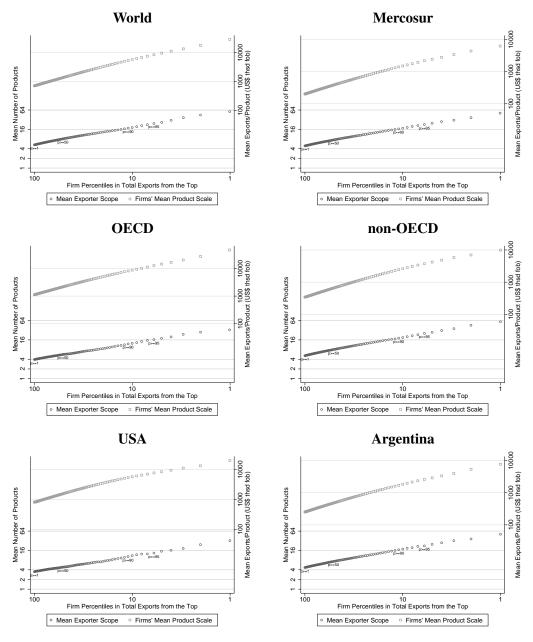
Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 5.6: Average Scope, Total Exports and the Total Exports Distribution



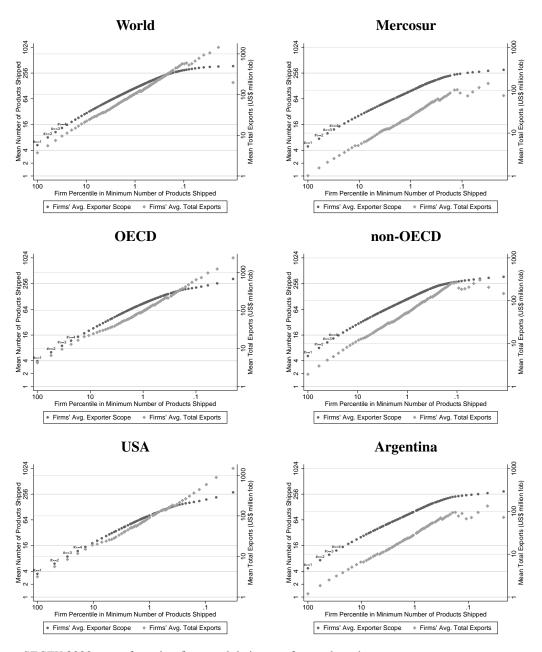
Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 5.7: Average Scope, Average Scale and the Total Exports Distribution



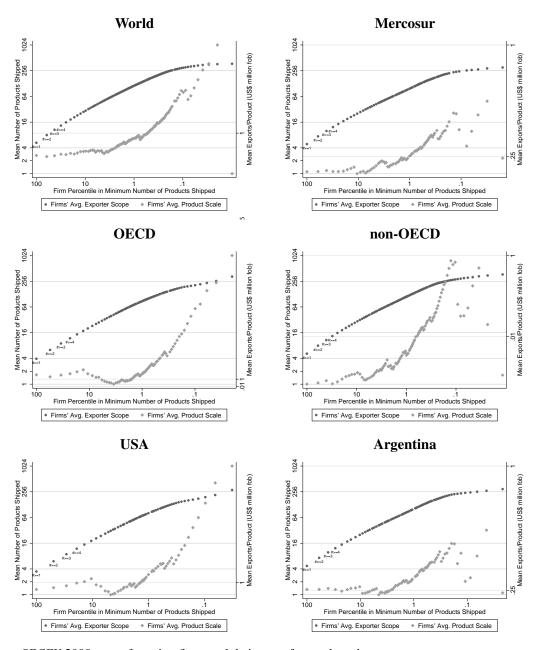
Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Average scale is unweighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 5.8: Average Scope, Unweighted Average Scale and the Total Exports Distribution



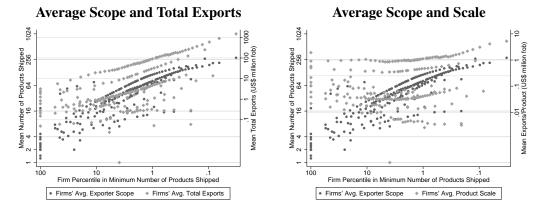
Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Mean total exports are the average over firms' total exports at a percentile in a destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 5.9: Average Scope, Total Exports and the Exporter Scope Distribution



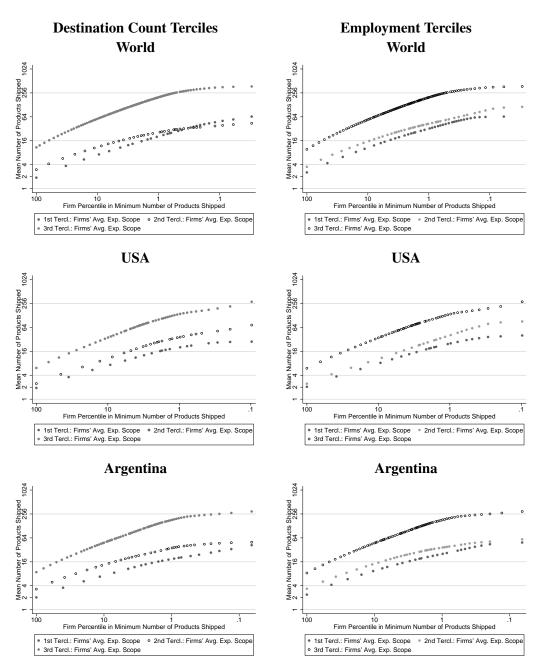
Source: SECEX 2000, manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 5.10: Average Scope, Average Scale and the Exporter Scope Distribution



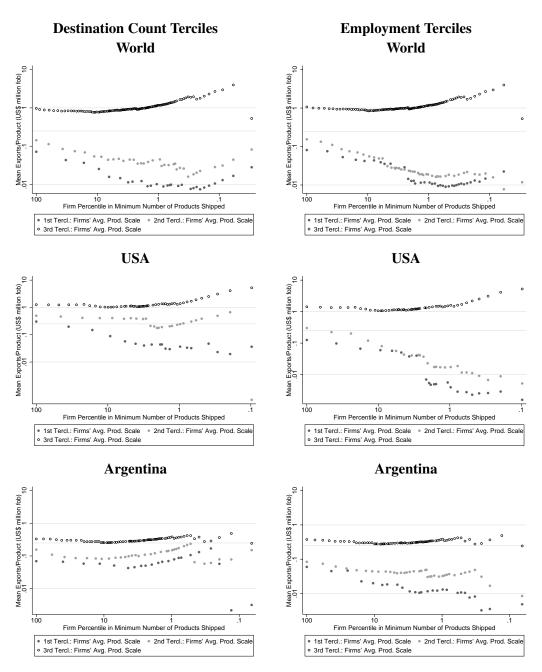
Note: Selection of the eleven countries at the first and every tenth percentile among Brazil's top 100 export destinations (Other African countries, Somalia, Iraq, Finland, Romania, Panama, US outlying territories, Singapore, Peru, France/Monaco, USA). Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 5.11: Average Scope, Scale and Exporter Distributions Across Countries



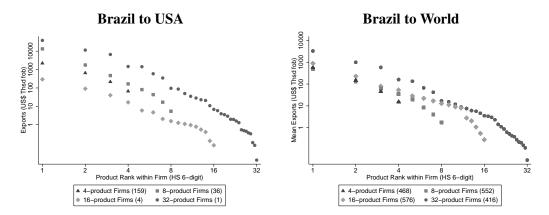
Sources: RAIS and SECEX 2000, manufacturing firms and their manufactured products. Note: Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 5.12: Average Scope and the Exporter Distribution by Firm Type



Sources: RAIS and SECEX 2000, manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 5.13: Average Scale and the Exporter Distribution by Firm Type



Source: *SECEX* 2000, manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level. World average from pooling destinations to which firms in a given exporter-scope group ship.

Figure 5.14: Within-firm Sales Distribution

Table 5.8: Product Rank Correlations between Reference Countries and Rest of World

Reference country	US	SA	Argentina		
Elsewhere	World	OECD	World	non-OECD	
	(1)	(2)	(3)	(4)	
Corr. coeff.	.747	.800	.785	.794	
Spearman's rank corr. coeff.	.837	.785	.860	.872	
Obs.	54,182	12,958	82,560	66,159	
# Firm-goods	155,215	31,539	148,775	113,219	
Share Ref. country & elsewhere	.349	.411	.555	.584	
Share Ref. country only	.022	.189	.053	.076	
Share Elsewhere only	.629	.400	.392	.339	
# Firms	10,215	5,041	10,215	8,664	
Share Active in Ref. country	.234	.352	.322	.358	

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firms and destinations.

Table 5.9: Overlaps between Reference Countries and Rest of World by Product Rank

Prod.		Rest of	World			OECD, non-OECD							
rank	Overlap	Overlap	#Dest./	#Firms		Overlap	Overlap	#Dest./	#Firms				
in Ref.		top prd.	firm				top prd.	firm					
country	(1)	(2)	(3)	(4)		(5)	(6)	(7)	(8)				
	Reference country: USA (overlap with Rest of World or OECD)												
1	.83	.83	8.9	2,280		.85	.85	3.7	1,629				
2	.54	.77	13.0	1,033		.58	.80	4.9	722				
4	.36	.73	18.9	368		.37	.76	7.0	218				
8	.34	.69	24.1	137		.36	.73	8.1	75				
16	.26	.59	24.3	63		.27	.65	8.3	28				
32	.24	.53	30.2	22		.21	.54	7.7	17				
64	.15	.49	38.9	10		.15	.48	8.9	7				
128	.13	.69	42.4	5		.17	.64	11.8	4				
	Refe	erence count	ry: Argenti	ina (overlap	with	Rest of Wo	rld or non-O	ECD)					
1	.77	.77	7.8	3,071		.79	.79	6.0	2,873				
2	.54	.76	10.7	1,672		.58	.79	8.1	1,595				
4	.38	.67	14.2	797		.42	.70	10.8	763				
8	.30	.63	18.5	307		.34	.66	14.3	285				
16	.24	.54	22.5	138		.27	.57	17.5	125				
32	.23	.50	29.7	48		.25	.54	22.3	47				
64	.28	.40	35.4	20		.31	.42	28.6	19				
128	.13	.35	40.9	11		.13	.39	31.4	11				

Note: Destination counts in columns 3 and 7 are mean numbers of destinations to which firms with at least as many products as reported for a rank ship. Overlap in columns 1 and 5 is the proportion of destinations that a product of reported rank reaches relative to the overall destination counts (in columns 3 and 7). Overlap in columns 2 and 6 is the proportion of destinations that the top-selling product of firms with at least as many products as reported for a rank reaches relative to the overall destination counts (in columns 3 and 7). Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firm in reference country. Sample restricted to firm-products that ship to reference country and at least one other destination.

Table 5.10: Share of Top-selling Products in Total Exports

Scope		USA			Argentina			World	
in Ref.	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	1.000			1.000			1.000		
2	.812	1.000		.812	1.000		.820	1.000	
3	.737	.942	1.000	.737	.938	1.000	.740	.937	1.000
4	.712	.904	.975	.675	.883	.972	.693	.898	.975
8	.700	.880	.940	.617	.803	.892	.627	.825	.911
16	.654	.824	.910	.440	.645	.769	.517	.729	.815
32	.633	.821	.930	.605	.782	.868	.522	.678	.765
64	.207	.380	.464				.635	.909	.980
128	.387	.583	.727						
Mean	.713	.840	.888	.608	.765	.836	.618	.777	.847

Note: Products at the Harmonized-System 6-digit level. Share of top-two (top-three) products for firms with exporter scope of at least two (three) products.

Table 5.11: Worldwide Exports by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.862 (.228)									
2 products	.999 (.139)	.157 (.034)								
3 products	1.220 (.200)	.206 (.024)	.056 (.011)							
4 products	2.389 (.420)	.509 (.094)	.170 (.042)	.040 (.010)						
5 products	1.836 (.361)	.429 (.079)	.151 (.027)	.047 (.010)	.019 (.006)					
6 products	3.639 (1.982)	1.318 (.880)	.150 (.026)	.073 (.015)	.021 (.004)	.004 (.0009)				
7 products	2.302 (.379)	.637 (.136)	.199 (.034)	.078 (.015)	.038 (.009)	.019 (.008)	.003 (.0006)			
8 products	2.421 (.568)	.619 (.154)	.255 (.083)	.100 (.042)	.061 (.032)	.043 (.027)	.008 (.002)	.003 (.0007)		
9 products	3.827 (.942)	1.426 (.337)	.530 (.121)	.207 (.053)	.123 (.036)	.062 (.020)	.034 (.012)	.019 (.008)	.002 (.0005)	
10 products	3.938 (1.510)	1.088 (.460)	.669 (.310)	.259 (.123)	.163 (.077)	.098 (.046)	.063 (.033)	.036 (.019)	.014 (.008)	.004 (.002)
Avg. varieties ^a	922	585	418	316	255	207	177	158	136	108

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing firms and their manufactured products, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 5.12: Exports to Mercosur by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.203 (.035)									
2 products	.327 (.048)	.035 (.004)								
3 products	.576 (.157)	.121 (.035)	.023 (.005)							
4 products	.626 (.127)	.146 (.023)	.047 (.009)	.013 (.005)						
5 products	.757 (.249)	.151 (.030)	.042 (.008)	.019 (.004)	.003 (.0005)					
6 products	.560 (.120)	.164 (.032)	.081 (.023)	.033 (.010)	.011 (.002)	.004 (.0008)				
7 products	.737 (.113)	.202 (.034)	.094 (.020)	.046 (.013)	.019 (.004)	.006 (.001)	.002 (.0005)			
8 products	.713 (.148)	.205 (.052)	.117 (.038)	.076 (.033)	.040 (.018)	.026 (.013)	.009 (.005)	.004 (.003)		
9 products	3.824 (2.625)	.537 (.193)	.219 (.078)	.123 (.046)	.052 (.018)	.035 (.012)	.014 (.004)	.007 (.003)	.004 (.002)	
10 products	.750 (.184)	.270 (.068)	.137 (.049)	.089 (.034)	.040 (.014)	.025 (.010)	.015 (.007)	.009 (.006)	.006 (.003)	.003 (.002)
Avg. varieties ^a	584	369	261	202	165	134	117	103	96	90

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing firms and their manufactured products, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Mercosur includes Argentina, Paraguay, Uruguay. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 5.13: Exports to OECD by Exporter Scope and Product Rank

Product rank Exporter scope 1st 2nd 3rd 4th 5th 6th 7th 8th 9th 10th Single product 1.332 (.372)2 products 1.436 .210 (.036)(.223).395 3 products 2.134 .100 (.401)(.060)(.030)2.226 4 products .516 .143 .045 (.270)(.074)(.027)(.013)2.340 5 products .828 .244 .072 .023 (.452)(.309)(.055)(.014)(.008)6 products 9.460 3.414 .449 .199 .054 .012 (4.298)(2.348)(.003)(.128)(.058)(.014)7 products 7.452 2.207 1.009 .283 .108 .034 .017 (.104)(.015)(1.982)(.676)(.431)(.045)(.011).923 8 products 9.067 1.931 .407 .209 .074 .031 .009 (.089)(3.440)(.530)(.302)(.133)(.031)(.010)(.003)9 products 6.100 1.674 .731 .182 .113 .044 .019 .008 .002 (.0009)(1.821)(.446)(.264)(.063)(.034)(.015)(.005)(.003)10 products 16.749 1.644 .432 .159 .087 .035 .017 .008 .003 .001 (10.267)(.750)(.152)(.058)(.033)(.013)(.007)(.003)(.001)(.0004)Avg. varieties^a 475 276 180 125 95 73 62 50 43 41

Source: SECEX 2000, manufacturing firms and their manufactured products, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

^aAverage number of exporter products across rows.

Table 5.14: Exports to U.S. by Exporter Scope and Product Rank

	Product rank											
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th		
Single product	.773 (.146)											
2 products	1.295 (.182)	.239 (.052)										
3 products	1.608 (.252)	.301 (.046)	.092 (.026)									
4 products	2.212 (.358)	.653 (.204)	.216 (.088)	.067 (.026)								
5 products	2.098 (.391)	.425 (.103)	.118 (.025)	.041 (.010)	.014 (.004)							
6 products	9.494 (4.802)	3.913 (2.426)	.710 (.248)	.443 (.169)	.097 (.043)	.006 (.002)						
7 products	5.856 (1.826)	1.667 (.848)	1.058 (.621)	.181 (.067)	.092 (.041)	.041 (.024)	.012 (.008)					
8 products	13.289 (5.118)	1.772 (.602)	.471 (.116)	.166 (.052)	.081 (.029)	.043 (.014)	.017 (.005)	.005 (.002)				
9 products	7.073 (2.353)	1.762 (.531)	.855 (.383)	.134 (.039)	.067 (.026)	.036 (.019)	.015 (.005)	.007 (.003)	.001 (.0007)			
10 products	10.610 (4.376)	5.955 (3.333)	2.256 (1.396)	.548 (.272)	.415 (.250)	.214 (.153)	.164 (.135)	.037 (.026)	.008 (.005)	.002 (.001)		
Avg. varieties ^a	294	153	94	63	47	36	30	24	19	15		

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing firms and their manufactured products, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 5.15: Exports to Argentina by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.251 (.047)									
2 products	.410 (.063)	.041 (.005)								
3 products	.686 (.195)	.157 (.045)	.028 (.006)							
4 products	.997 (.264)	.162 (.027)	.055 (.011)	.018 (.006)						
5 products	.653 (.104)	.199 (.037)	.062 (.012)	.030 (.009)	.007 (.002)					
6 products	.695 (.184)	.244 (.051)	.116 (.040)	.043 (.016)	.016 (.004)	.006 (.001)				
7 products	1.010 (.228)	.376 (.142)	.151 (.041)	.074 (.025)	.038 (.013)	.020 (.009)	.005 (.002)			
8 products	.864 (.207)	.360 (.103)	.181 (.063)	.125 (.053)	.056 (.019)	.029 (.011)	.015 (.007)	.007 (.004)		
9 products	5.831 (4.936)	.178 (.040)	.081 (.020)	.041 (.012)	.026 (.007)	.018 (.006)	.009 (.003)	.004 (.002)	.001 (.0005)	
10 products	1.318 (.396)	.463 (.140)	.212 (.091)	.129 (.061)	.059 (.026)	.036 (.019)	.025 (.014)	.015 (.011)	.009 (.007)	.005 (.004)
Avg. exp. varieties ^a	422	260	184	140	109	87	80	65	50	46

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing firms and their manufactured products, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 5.16: Concentration of Exports in HS 2-digit Product Groups

	Firms with # Products, or more								
	2	4	8	16	32	64	128		
# of Firms	7,477	5,006	3,114	1,733	891	392	167		
Share Firms with Single Prod. Grp.	.489	.365	.257	.153	.077	.043	.000		
Mean # Product Groups	5.974	6.862	8.033	9.623	11.605	14.505	17.786		
Median # Product Groups	4	5	6	8	10	13	16		
Share Top ranked Prod. Group	.912	.893	.876	.858	.839	.827	.829		
Share 2nd ranked Prod. Group	.137	.128	.122	.116	.121	.118	.113		
Share 3rd ranked Prod. Group	.042	.041	.038	.037	.034	.036	.032		
Share 4th ranked Prod. Group	.018	.018	.017	.016	.015	.016	.013		
Share 5th ranked Prod. Group	.009	.009	.009	.008	.007	.007	.006		

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level. Product-group shares in worldwide sales.

Table 5.17: Worldwide 2-digit Product-group Count and Scope Association

	OLS	Std.		
Log # Product Groups vs. log # Products	coeff.	Err.	Obs.	\mathbb{R}^2
	(1)	(2)	(3)	(4)
All sectors	.377	.003	10,215	.540
15 Food and Beverage	.365	.013	716	.538
16 Tobacco Products	.693	.073	17	.858
17 Textile Products	.338	.016	489	.483
18 Apparel	.288	.017	463	.375
19 Leather Processing and Leather Products, Luggage and Footwear	.168	.011	763	.237
20 Wood Products	.084	.009	885	.093
21 Pulp, Paper and Paper Products	.301	.025	181	.453
22 Publishing, Printing and Reproduction	.315	.029	173	.413
23 Coal Products, Petroleum Refining	.163	.081	24	.156
24 Chemical Products	.451	.012	847	.617
25 Rubber and Plastics Products	.432	.012	722	.633
26 Nonmetallic Mineral Products	.303	.017	440	.411
27 Metals Production and Basic Processing	.307	.017	328	.507
28 Metal Products	.428	.011	679	.692
29 Machinery and Equipment	.459	.008	1,231	.747
30 Office Machinery and Data Processing Equipment	.423	.038	54	.703
31 Electrical Machinery, Equipment and Supplies	.430	.016	364	.658
32 Electronic and Communication Equipment	.405	.022	179	.653
33 Medical, Therapeutic and Optical Equipment	.403	.023	214	.583
34 Motor Vehicles	.459	.012	436	.772
35 Other Transportation Equipment	.481	.031	66	.789
36 Furniture and Miscellaneous	.323	.013	944	.397

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level. Sectors at CNAE 2-digit level.

Table 5.18: Concentration of Exports in HS 4-digit Product Groups

	Firms with # Products, or more									
	2	4	8	16	32	64	128			
# of Firms	7,477	5,006	3,114	1,733	891	392	167			
Share Firms w/ Single Prd. Grp.	.292	.176	.095	.044	.012	.008	.000			
Mean # Product Groups	21.786	24.257	27.873	33.433	41.169	53.645	69.584			
Median # Product Groups	9	11	14	19	26	38	56			
Share Top ranked Prod. Group	.827	.791	.759	.727	.685	.656	.653			
Share 2nd ranked Prod. Group	.173	.167	.163	.161	.172	.172	.162			
Share 3rd ranked Prod. Group	.065	.064	.063	.064	.067	.070	.071			
Share 4th ranked Prod. Group	.032	.032	.031	.032	.032	.037	.037			
Share 5th ranked Prod. Group	.019	.019	.019	.019	.019	.021	.021			

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level. Product-group shares in worldwide sales.

Table 5.19: Worldwide 4-digit Product-group Count and Scope Association

	OLS	Std.		
Log # Product Groups vs. log # Products	coeff.	Err.	Obs.	\mathbb{R}^2
	(1)	(2)	(3)	(4)
All sectors	.555	.004	10,215	.684
15 Food and Beverage	.483	.014	716	.626
16 Tobacco Products	.916	.084	17	.887
17 Textile Products	.502	.016	489	.665
18 Apparel	.644	.014	463	.815
19 Leather Processing and Leather Products, Luggage and Footwear	.351	.012	763	.510
20 Wood Products	.320	.013	885	.421
21 Pulp, Paper and Paper Products	.489	.027	181	.647
22 Publishing, Printing and Reproduction	.446	.031	173	.546
23 Coal Products, Petroleum Refining	.189	.084	24	.187
24 Chemical Products	.604	.014	847	.700
25 Rubber and Plastics Products	.580	.013	722	.744
26 Nonmetallic Mineral Products	.404	.020	440	.495
27 Metals Production and Basic Processing	.501	.019	328	.687
28 Metal Products	.570	.011	679	.785
29 Machinery and Equipment	.667	.009	1,231	.828
30 Office Machinery and Data Processing Equipment	.689	.041	54	.847
31 Electrical Machinery, Equipment and Supplies	.630	.017	364	.782
32 Electronic and Communication Equipment	.671	.024	179	.811
33 Medical, Therapeutic and Optical Equipment	.566	.026	214	.684
34 Motor Vehicles	.626	.014	436	.817
35 Other Transportation Equipment	.660	.035	66	.849
36 Furniture and Miscellaneous	.444	.014	944	.529

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level. Sectors at CNAE 2-digit level.

Table 5.20: Total Exports Decompositions at the Firm Level

	Log#	1	,	Log Expo	rts/product					
OLS	Products	# ≥ 1	# ≥ 2	#≥ 3	#≥ 10	#≥ 25	# ≥ 100			
				World						
Log Total exports	.199	.801	.849	.867	.887	.880	.875			
	(.003)***	(.003)***	(.004)***	(.005)***	(.008)***	(.012)***	(.026)***			
Const.	1.368	-1.368	-1.718	-1.996	-2.964	-3.653	-4.678			
	(.011)***	(.011)***	(.011)***	(.012)***	(.019)***	(.035)***	(.111)***			
Obs. R^2	10,215	10,215	6,262	4,340	1,108	331	38			
	.267	.855	.877	.889	.925	.938	.970			
16	.207	Mercosur								
Log Total exports	.237	.763	.817	.842	.872	.875	.902			
	(.005)***	(.005)***	(.006)***	(.006)***	(.011)***	(.018)***	(.050)***			
Const.	1.572	-1.572	-1.869	-2.113	-2.990	-3.687	-4.795			
	(.016)***	(.016)***	(.016)***	(.017)***	(.023)***	(.040)***	(.173)***			
Obs.	6,428	6,428	3,902	2,672	675	185	21			
R^2	.294	.811	.849	.866	.908	.929	.945			
				OECD						
Log Total exports	.140	.860	.903	.921	.924	.916	.879			
	(.004)***	(.004)***	(.005)***	(.007)***	(.013)***	(.021)***	(.034)***			
Const.	1.009	-1.009	-1.438	-1.775	-2.958	-3.798	-4.565			
	(.014)***	(.014)***	(.015)***	(.018)***	(.037)***	(.063)***	(.148)***			
Obs.	5,041	5,041	2,776	1,728	333	95	13			
R^2	.187	.897	.908	.914	.937	.955	.984			
				non-OECD						
Log Total exports	.224	.776	.820	.842	.879	.861	.880			
	(.004)***	(.004)***	(.005)***	(.005)***	(.009)***	(.014)***	(.032)***			
Const.	1.476	-1.476	-1.827	-2.094	-2.977	-3.673	-4.758			
	(.013)***	(.013)***	(.013)***	(.014)***	(.020)***	(.035)***	(.132)***			
Obs. R^2	8,590	8,590	5,132	3,505	944	273	30			
	.289	.831	.857	.874	.912	.931	.964			

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Firm ω 's total exports $t_d(\omega)$ to destination market d can be decomposed into: $G_d(\omega) \, a_d(\omega)$, where $G_d(\omega)$ is the exporters' average number of products shipped to destination d (the average scope of the exporter at the destination), and $a_d(\omega)$ are the exporter's average sales per product in destination country d (the scale of the exporter's average product). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 5.21: Exporter Scale and Exporter Scope Correlations

		1		•	-		
	Firm data ^a	Firm	-destination	data ^b	Firm-d	estination-go	od data ^c
Log Exp./prod.	Ind.	Ind.	Ind. &	Firm &	Firm &	Ind., prd.	Firm, prd.
	FE	FE (2)	dest. FE	dest. FE	dest. FE	& dest. FE	& dest. FE
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
				orld (
Log # Products	.473	.067	.072	.260	1.180	.651	.977
	(.020)***	(.011)***	(.011)***	(.013)***	(.014)***	(.014)***	(.014)***
Obs.	10,215	46,208	46,208	46,208	76,964	76,964	76,964
R^2	.051	.0008	.074	.131	.133	.181	.229
Corr. Firm FE, $X'\beta$				155	202		187
			Me	rcosur			
Log # Products	.270	.133	.116	.171	1.384	.758	1.241
C	(.024)***	(.019)***	(.018)***	(.032)***	(.026)***	(.025)***	(.027)***
Obs.	6,428	10,160	10,160	10,160	19,863	19,863	19,863
R^2	.021	.005	.090	.316	.208	.193	.288
Corr. Firm FE, $X'\beta$				099	244		222
			0	ECD			
Log # Products	.506	.349	.272	.523	1.297	.692	1.074
C	(.037)***	(.026)***	(.026)***	(.031)***	(.034)***	(.032)***	(.033)***
Obs.	5,041	13,982	13,982	13,982	19,836	19,836	19,836
R^2	.037	.013	.054	.149	.114	.158	.240
Corr. Firm FE, $X'\beta$				202	261		230
			non-	OECD			
Log # Products	.388	.014	.010	.175	1.196	.649	.993
8	(.021)***	(.012)***	(.012)***	(.015)***	(.015)***	(.015)***	(.015)***
Obs.	8,589	31,560	31,560	31,560	56,278	56,278	56,278
R^2	.040	.00004	.065	.135	.148	.188	.243
Corr. Firm FE, $X'\beta$				204	249		218
Corr. Firm FE, $X'\beta$				204	249		218

^aAggregation: worldwide exports by firm.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level; product-group fixed effects at the Harmonized-System 2-digit level. Industry fixed effects at the CNAE two-digit level. Constant not reported. R^2 is within fit for firm FE regressions. Correlation coefficient between firm fixed effects and all other predictors (including destination and product fixed effects). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

^bAggregation: exports by firm and destination.

^cAggregation: exports by firm, destination, product group (Harmonized System 2-digit level).

Table 5.22: Correlates of Firm Effects on Exporter Scale and Exporter Scope

	Firm	Eff. on Expo	orter Scale	Firm I	Eff. on Expo	rter Scope
	from Lo	g Exports/pro	d. regressions	from Lo	g # Products	regressions
	Firm FE	Firm FE	Firm & dest.	Firm FE	Firm FE	Firm & dest.
	only	& scope	FE, & scope	only	& scale	FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Log ww. # Products	.187	072	010	.658	.646	.647
	(.008)***	(.009)***	(.010)	(.004)***	(.004)***	(.005)***
Log ww. Exp./prod.	.887	.880	.835	.018	040	012
	(.005)***	(.005)***	(.006)***	(.002)***	(.003)***	(.003)***
Log ww. # Dest.	970	867	600	263	200	111
	(.009)***	(.010)***	(.012)***	(.005)***	(.005)***	(.006)***
No OECD exp.	.023	018	.504	.106	.105	0004
	(.019)	(.021)	(.025)***	(.010)***	(.011)***	(.012)
Log OECD Exp.a	.0006	.003	.002	006	006	008
	(.004)	(.004)	(.005)	(.002)***	(.002)***	(.002)***
No Mercosur exp.	071	085	.093	.036	.040	.375
	(.020)***	(.022)***	(.026)***	(.011)***	(.011)***	(.012)***
Log Mercosur Exp. ^a	.022	.022	.028	0001	002	010
	(.004)***	(.005)***	(.005)***	(.002)	(.002)	(.003)***
Log # dom. Plants	013	015	001	.004	.005	.009
	(.009)	(.010)	(.012)	(.005)	(.005)	(.005)*
Log # dom. Loc.	.028	.039	.029	026	028	026
	(.009)***	(.010)***	(.012)**	(.005)***	(.005)***	(.006)***
Log Employment	007	004	.009	008	008	010
	(.004)*	(.004)	(.005)*	(.002)***	(.002)***	(.002)***
High sch. educ. wf.	115	104	144	027	019	020
	(.024)***	(.026)***	(.031)***	(.013)**	(.014)	(.014)
College educ. wf.	037	.032	068	177	174	179
	(.041)	(.045)	(.053)	(.022)***	(.023)***	(.025)***
Obs. R^2	10,215	10,215	10,215	10,215	10,215	10,215
	.913	.903	.860	.793	.794	.772

^aLog of nonzero exports, times indicator of nonzero exports (one less *no*-exports indicator).

Note: Aggregation to exports by firm and destination. Regressions of firm fixed effects on firm-level predictors, where firm fixed effects on exporter scale in column 1 are from a firm fixed effects regression with no additional controls, in column 2 from a firm fixed effects regression controlling for scope (log # products) and in column 3 from a firm fixed effects regression controlling for scope and destination fixed effects (see column 3 in Table 5.21). Firm fixed effects on exporter scope in column 4 are from a firm fixed effects regression with no additional controls, in column 5 from a firm fixed effects regression controlling for scale (log exports/product) and in column 6 from a firm fixed effects regression controlling for scale and destination fixed effects. Worldwide number of products at the Harmonized-System 6-digit level. Domestic Brazilian locations counted at the municipality level. Workforce characteristics in shares of total employment. White-collar, blue-collar employment (insignificant at ten-percent level) and constant not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 5.23: Correlates of Destination Effects on Exporter Scale and Exporter Scope

		on Eff. on Ex Exports/prod	•		Destination Eff. on Exp. Scope from Log # Products regressions		
	Dest. FE	Dest. FE	Firm & dest.	Dest. FE	Dest. FE	Firm & dest.	
	only	& scope	FE, & scope	only	& scale	FE, & scale	
	(1)	(2)	(3)	(4)	(5)	(6)	
Mean Log Market size	002	002	042	007	005	002	
	(.041)	(.041)	(.031)	(.012)	(.012)	(.010)	
Log Population	.243	.243	.348	.0002	.002	.032	
	(.063)***	(.062)***	(.048)***	(.016)	(.016)	(.014)**	
Log GDP per cap.	.154	.153	.287	024	023	.028	
	(.058)***	(.058)***	(.044)***	(.017)	(.017)	(.014)**	
Log Distance	.067	.055	331	199	198	236	
	(.181)	(.180)	(.138)**	(.053)***	(.052)***	(.044)***	
Common borders	531	525	171	.051	.045	.227	
	(.362)	(.359)	(.276)	(.096)	(.095)	(.081)***	
Common language	561	558	078	.026	.019	.048	
	(.393)	(.390)	(.300)	(.110)	(.107)	(.092)	
Const.	-9.245	-9.088	-8.354	2.622	2.515	1.907	
	(1.706)***	(1.695)***	(1.302)***	(.517)***	(.508)***	(.434)***	
Obs. R^2	106	106	106	102	102	102	
	.359	.358	.560	.346	.341	.574	

Note: Aggregation to exports by firm and destination. Regressions of destination fixed effects on destination-level predictors, where destination fixed effects on exporter scale in column 1 are from a destination fixed effects regression with no additional controls, in column 2 from a destination fixed effects regression controlling for scope (log # products, see column 2 in Table 5.21) and in column 3 from a destination fixed effects regression controlling for scope and firm fixed effects (see column 3 in Table 5.21). Destination fixed effects on exporter scope in column 4 are from a destination fixed effects regression with no additional controls, in column 5 from a destination fixed effects regression controlling for scale (log exports/product) and in column 6 from a destination fixed effects regression controlling for scale and firm fixed effects. Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 5.24: Correlates of Product Effects on Exporter Scale and Exporter Scope

		Product Eff. on Exporter Scale from Log Exports/prod. regressions				porter Scope ts regressions
	Prod. FE	Prod. FE	Firm, dst. & prd.	Prod. FE	Prod. FE	Firm, dst. & prd.
	only	& scope	FE, & scope	only	& scale	FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Comparative adv.	.451	.461	.186	021	034	.010
	(.143)***	(.142)***	(.119)	(.017)	(.017)**	(.020)
Reference priced	-1.348	-1.306	-2.964	089	051	.062
	(1.058)	(1.052)	(.881)***	(.124)	(.124)	(.151)
Differentiated	-1.750	-1.753	-2.031	.006	.056	.125
	(.977)*	(.972)*	(.813)**	(.114)	(.114)	(.139)
Log ww. # Dest.	-1.218	-1.254	-1.765	.076	.110	.253
	(1.029)	(1.023)	(.856)**	(.120)	(.120)	(.147)*
No OECD imp.	-7.049	-9.547	21.525	5.327	5.526	3.034
	(56.702)	(56.396)	(47.204)	(6.639)	(6.631)	(8.093)
Log OECD Imp.a	.312	.281	.544	.065	.057	.012
	(.306)	(.304)	(.254)**	(.036)*	(.036)	(.044)
No Mercosur imp.	-1.650	-1.658	-1.661	.016	.063	109
	(2.510)	(2.497)	(2.090)	(.294)	(.294)	(.358)
Log Mercos. Imp. ^a	001	003	.083	.004	.004	.013
	(.256)	(.255)	(.213)	(.030)	(.030)	(.037)
Const.	1.824	1.854	5.304	064	116	644
	(5.460)	(5.431)	(4.546)	(.639)	(.639)	(.779)
Obs. R^2	91	91	91	91	91	91
	.256	.273	.202	.298	.360	.250

^aLog of nonzero imports, times indicator of nonzero imports (one less *no*-imports indicator).

Note: Aggregation to exports by firm, destination, product group (Harmonized System 2-digit level). Regressions of product fixed effects at the Harmonized-System 2-digit level on product-level predictors, where product fixed effects on exporter scale in column 1 are from a product fixed effects regression with no additional controls, in column 2 from a product fixed effects regression controlling for scope (log # products) and in column 3 from a product fixed effects regression controlling for scope as well as destination and firm fixed effects (see column 6 in Table 5.21). Product fixed effects on exporter scope in column 4 are from a product fixed effects regression with no additional controls, in column 5 from a product effects regression controlling for scale (log exports/product) and in column 6 from a product fixed effects regression controlling for scale as well as destination and firm fixed effects. Balassa (1965) comparative-advantage for Brazil from UN Comtrade trade data for 2000 at the *ISIC Rev.* 2 level: product h's comparative advantage is $BADV_h \equiv [T_h^{Brazil}]/[T_h^{World}]/[T_h^{Wor$

Table 5.25: Conditional Exporter Scale and Exporter Scope Correlations

Log Exp./prod.		World		Mercosur	OECD	non-OECD
Eog Exp., prod.	(1)	(2)	(3)	(4)	(5)	(6)
Log # Products	.433	.444	.120	470	.352	195
	(.124)***	(.073)***	(.085)	(.199)**	(.192)*	(.097)**
Squared Log # Products	.099	.076	.050	.132	.217	.144
	(.225)	(.090)	(.090)	(.188)	(.212)	(.098)
Cubic Log # Products	126	111	108	093	193	097
	(.138)	(.034)***	(.034)***	(.069)	(.083)**	(.037)***
Quartic Log # Products	.022	.018	.018	.013	.026	.014
	(.034)	(.004)***	(.004)***	(.008)*	(.010)***	(.004)***
Pentic Log # Products	0003 (.003)					
Log # Prd.×Log ww. # Dst.			.060 (.021)***	.227 (.053)***	031 (.053)	.094 (.023)***
Log # Prd.×Log Empl.			.036 (.010)***	.006 (.026)	.094 (.023)***	.011 (.011)
Log # Prd.×Coll. ed. wf.			115 (.085)	.854 (.209)***	700 (.209)***	.161 (.095)*
Obs. R^2	46,208	46,208	46,208	10,160	13,982	32,226
	.135	.135	.137	.326	.159	.138
Corr. Firm FE, $X'\beta$	151	151	097	059	154	142
F statistic: Zero Firm FE	3.993***	3.993***	3.619***	2.742***	2.931***	3.513***

Note: Aggregation to exports by firm and destination. Regressions controlling for firm and destination fixed effects (expanding regression (4) in Table 5.21). Worldwide number of products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 5.26: Individual Product Sales Regressions

			Dest. &	Dest. &
Log Sales	OLS	Dest. FE	Ind. FE	Firm FE
	(1)	(2)	(3)	(4)
Log # Products	1.168 (.007)***	1.204 (.007)***	1.319 (.007)***	1.557 (.008)***
Log Product Rank	-2.508 (.007)***	-2.525 (.007)***	-2.574 (.007)***	-2.624 (.008)***
Obs.	162,570	162,570	162,570	162,570
Panels			259	10,215
$R^2 (R^2 \text{ within})^a$.493	.538	.510	.582

 $^{^{}a}R^{2}$ is within fit for industry and firm FE regressions in columns 3 and 4.

Sources: SECEX 2000, manufacturing firms and their manufactured products.

Note: Individual export sales by product, firm and destination. Products at the Harmonized-System 6-digit level. Industry fixed effects at the *CNAE* two-digit level. Constant and destination fixed effects not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

6 Manufacturing Products

Table 6.1: Sample Characteristics by Destination

	World	Mercosur	OECD	non-OECD	USA	Argentina
	(1)	(2)	(3)	(4)	(5)	(6)
# of Observations (MNH)	215,346	64,570	48,762	166,584	15,600	26,052
# of Destinations (N)	172	3	23	149	1	1
Regional share in Tot. exports	1.000	.165	.577	.423	.273	.133
		Firms				
# of Firms (M)	14,678	8,293	7,257	11,746	4,232	5,629
Median Total exports (T_{md})	.067	.044	.089	.054	.084	.056
Median Exporter scope (G_{md})	2	2	2	2	1	2
Median Avg. prod scale (a_{md})	.026	.018	.045	.022	.046	.026
Mean Total exports (\bar{t}_d)	3.051	.891	3.560	1.613	2.887	1.061
Mean Exporter scope (\bar{G}_d)	6.168	5.960	3.970	6.323	3.686	4.628
Mean Avg. Exp. scale (a_d)	.495	.149	.897	.255	.783	.229
Shares in Total exports						
Single-prod. firms	.092	.078	.150	.069	.140	.087
Multi-prod. firms' top product	.604	.550	.627	.571	.652	.555
Multi-prod. firms' other prod.	.304	.372	.222	.360	.207	.358
		Varieties				
# of Varieties (MH)	90,541	49,424	28,809	74,275	15,600	26,052
Median Variety sales	.004	.003	.006	.003	.006	.005
Mean Variety sales	.495	.149	.897	.255	.783	.229

Note: Aggregate regions (world, Mercosur, OECD, non-OECD) treated as single destinations, collapsing product shipments to different countries into single product shipment. The worldwide average number of products across destination countries is 3.786, for instance, but 6.168 for the world as single destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Exports in US\$ million fob. Mean average exporter scale (a_d) is the scope-weighted arithmetic mean of exporters' average exporter scales.

Table 6.2: Top 25 Export Products

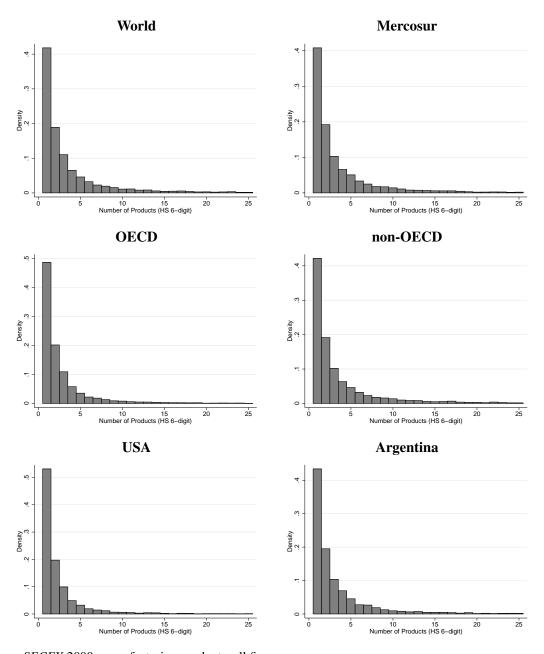
Rank	Product	Exports (US\$ mill.)	Share in tot. exports (%)	# of Dest.
1.	Airplane & a/c unladen wght > 2t, nov 15t	2,785	6.2	18
2.	Soybean oilcake & oth solid residue, wh/not ground	1,651	3.7	39
3.	Chem woodpulp, soda etc, n dis s bl & bl nonconif	1,526	3.4	29
4.	Pass veh spk-ig int com rcpr p eng >1500 nov 3m cc	1,198	2.7	34
5.	Footwear, outer sole rub etc & leather upper nesoi	1,020	2.3	94
6.	Orange juice, frozen, sweetened or not	1,019	2.3	47
7.	Unwrought aluminum, not alloyed	946	2.1	15
8.	Transmission appr incorporating reception apparats	940	2.1	32
9.	Smfd irn/nal stl lt .25 pct crb rect cs wid 2x thk	808	1.8	18
10.	Cane sugar, raw, solid form, w/o added flav/color	761	1.7	33
11.	Oil (not crude) from petrol & bitum mineral etc.	702	1.6	52
12.	Airplane & ot a/c, unladen weight > 15t	636	1.4	3
13.	Nonalloy pig iron 0.5 prent or less phosphorus	446	1.0	18
14.	Chicken cuts and edible offal (inc livers), frozen	445	1.0	62
15.	Parts and accessories of motor vehicles, nesoi	445	1.0	108
16.	Cane/beet sug chem pure sucrose refind nesoi	438	1.0	57
17.	Compressors used in refrigerating equipment	416	0.9	64
18.	Spark-ignition int combustion piston eng pts nesoi	396	0.9	102
19.	Gold, nonmonetary, semimanufactured forms nesoi	375	0.8	4
20.	Spark-ignition reciprocating int com pistn eng pts	361	0.8	95
21.	Meat & offal of chickens, not cut in pieces, frozen	359	0.8	63
22.	Meat of bovine animals, boneless, frozen	333	0.7	52
23.	Trucks, nesoi, diesel eng, gvw 5 metric tons & und	332	0.7	31
24.	Semifinished products of alloy steel not stainless	316	0.7	20
25.	Food preparations nesoi	312	0.7	53

Note: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.

Table 6.3: Top 25 Export Destinations

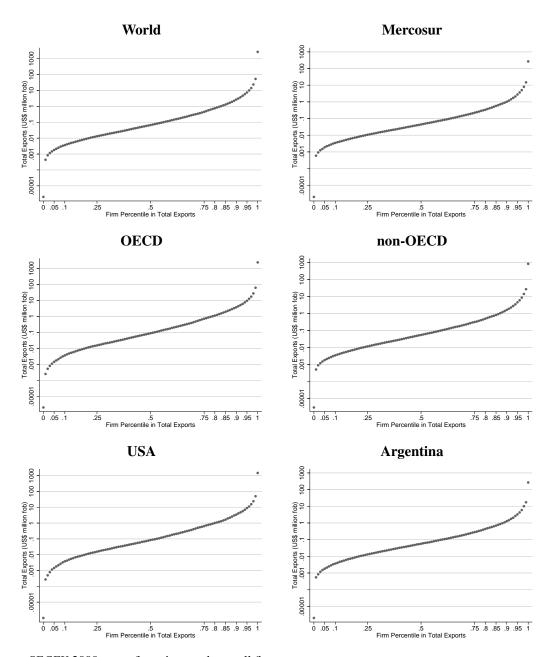
Rank	Destination	Exports (US\$ mill.)	Share in tot. exports (%)	# of Products
1.	USA	12,220	27.3	2,484
2.	Argentina	5,973	13.3	2,971
3.	Netherlands	1,882	4.2	724
4.	Mexico	1,607	3.6	1,522
5.	Japan	1,602	3.6	934
6.	Italy	1,581	3.5	1,071
7.	Germany	1,458	3.3	1,326
8.	Belgium-Luxembourg	1,444	3.2	640
9.	France, Monaco	1,413	3.2	1,007
10.	UK	1,281	2.9	947
11.	Chile	1,221	2.7	2,257
12.	Paraguay	800	1.8	2,513
13.	Venezuela	714	1.6	1,711
14.	Uruguay	616	1.4	2,535
15.	Spain	536	1.2	905
16.	Colombia	499	1.1	1,427
17.	Switzerland, Liechtenstein	481	1.1	484
18.	Canada	471	1.1	809
19.	China Hong Kong SAR	466	1.0	459
20.	Russian Federation	399	0.9	238
21.	Korea Rep.	376	0.8	312
22.	China	373	0.8	650
23.	Peru	350	0.8	1,707
24.	Bolivia	330	0.7	2,259
25.	Australia	318	0.7	711

Source: *SECEX* 2000, manufacturing products, all firms. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.



Source: *SECEX* 2000, manufacturing products, all firms. *Note*: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members of the OECD in 1990. Products at the Harmonized-System 6-digit level.

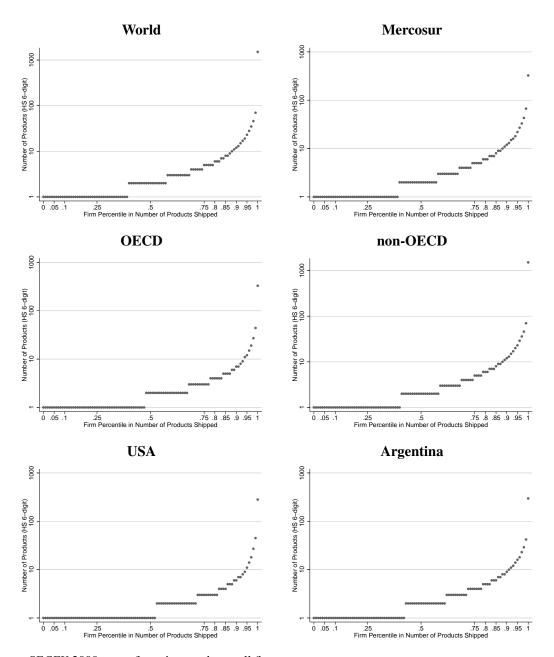
Figure 6.1: Exporter Scope Distribution for Up to 25 Products



Source: SECEX 2000, manufacturing products, all firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

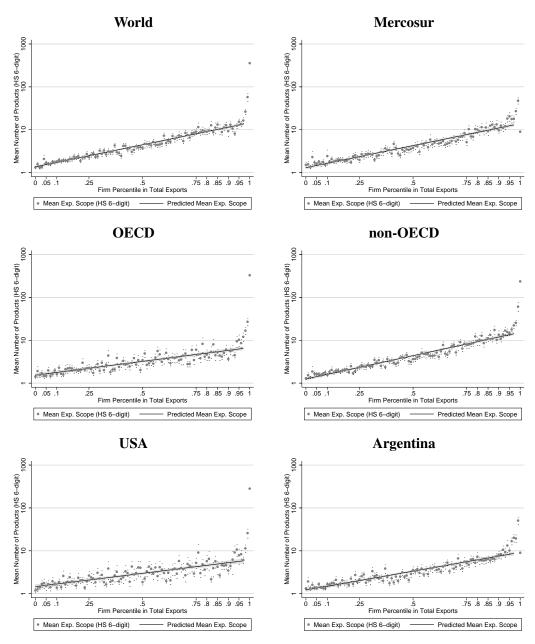
Figure 6.2: Total Sales Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

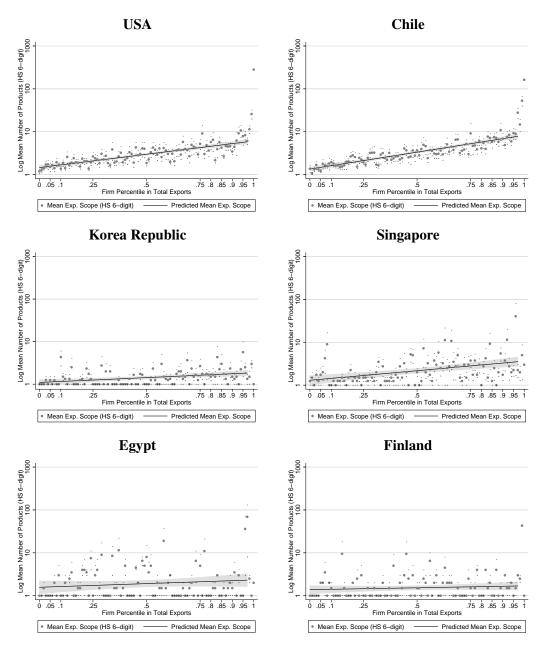
Figure 6.3: Exporter Scope Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 6.4: Exporter Scope and Total Exports Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Selection of the six countries at the fiftieth through hundredth percentiles among Brazil's top 100 export destinations (Finland, Egypt, Singapore, Korea Republic, Chile, USA). Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 6.5: Exporter Scope and Total Exports Distribution by Country

Table 6.4: Correlations between Local and Worldwide Total Exports Percentiles

Local and Corr.		Spearman's		on world	Local, firm FE	
Local and	Corr.	rank corr.	regress	ion coeff.	corr. coeff.	
World pctl.	coeff.	coeff.	OLS	Dest. FE	Dest. & firm FE	
	(1)	(2)	(3)	(4)	(5)	
Coefficient	.563	.567	.679	.787	.688	
p value	0	0	0	0	0	
Obs.	91,570	91,570	91,570	91,570	91,570	
# Dest.				172	172	
Panels					14,678	

Note: Aggregation to exports by firm and destination. Percentiles in discrete numbers. Unconditional and Spearman's rank correlation coefficients in columns 1 and 2. Regression coefficients of local total-exports percentiles on a firm's worldwide total-exports percentile in columns 3 (OLS with constant) and 4 (destination FE regression). In column 5, correlation coefficient between local total-exports percentiles and the firm-fixed effect from a local total-exports percentile regression on firm and destination fixed effects.

Table 6.5: Exporter Scope and Local Total-Exports Percentile Correlations

				Dest. &
Log # Products	OLS	Firm FE	Dest. FE	Firm FE
	(1)	(2)	(3)	(4)
Log Local total-exp. percentile	.524 (.005)***	.477 (.003)***	.488 (.005)***	.397 (.003)***
Constant	1.719 (.006)***	1.679 (.004)***	1.657 (.015)***	1.733 (.009)***
Observations	87,266	87,266	87,266	87,266
Panels		14,643		14,643
$R^2 (R^2 \text{ within})^a$.122	.217	.207	.308

 $^{^{}a}R^{2}$ is within fit for firm FE regressions in columns 2 and 4.

Source: SECEX 2000, manufacturing products, all firms.

Note: Aggregation to exports by firm and destination. Products at the Harmonized-System 6-digit level. R^2 is within fit for firm FE regressions. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.6: Correlates of Destination Effects on Exporter Scope

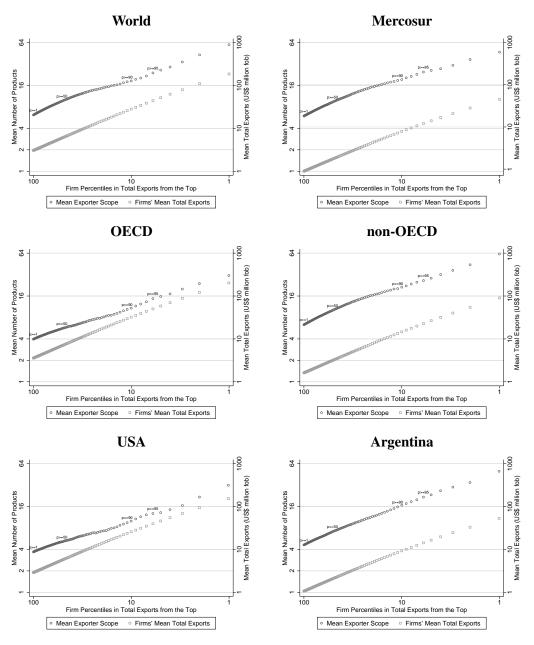
Log # Products	Unc	onditional S	cope	Scope D	Scope Dest. FE (Table 6.5, col. 3)			
	(1)	(2)	(3)	(4)	(5)	(6)		
Mean Log Market size			039 (.014)***			097 (.032)***		
Log Population		.027 (.024)	.050 (.027)*		.064 (.024)***	.107 (.039)***		
Log GDP per cap.		080 (.026)***	055 (.028)**		.013 (.026)	.035 (.045)		
Log GDP	016 (.024)			.042 (.020)**				
Log Distance	379 (.057)***	395 (.055)***	356 (.056)***	513 (.109)***	517 (.109)***	569 (.120)***		
Common borders	004 (.089)	045 (.082)	075 (.074)	.008 (.220)	.009 (.219)	187 (.227)		
Common language	.127 (.226)	.136 (.181)	.078 (.160)	.208 (.251)	.216 (.250)	.078 (.228)		
Observations R^2	85,117 .065	85,117 .069	77,938 .070	151 .207	151 .222	104 .378		

Note: Aggregation to exports and exporter scope by firm and destination. Regressions of exporter scope (columns 1 through 3) and of destination fixed effects (columns 4 through 6) on destination-level predictors, where latter destination fixed effects in exporter scope are from a destination fixed effects regression controlling for the firm's local total-exports percentile (column 3 in Table 6.5). Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent. Clustered standard errors at destination level in columns 1 through 3.

Table 6.7: Exporter Scope Distribution by Destination

	World	Mercosur	OECD	non-OECD	USA	Argentina
Percentile	(1)	(2)	(3)	(4)	(5)	(6)
00	1	1	1	1	1	1
05	1	1	1	1	1	1
10	1	1	1	1	1	1
25	1	1	1	1	1	1
50	2	2	2	2	1	2
75	5	5	3	5	3	4
80	6	6	4	6	3	5
85	8	8	5	8	4	6
90	12	12	7	12	6	9
95	23	22	12	23	11	16
99	70	67	44	70	45	42
100	1511	325	329	1511	282	296

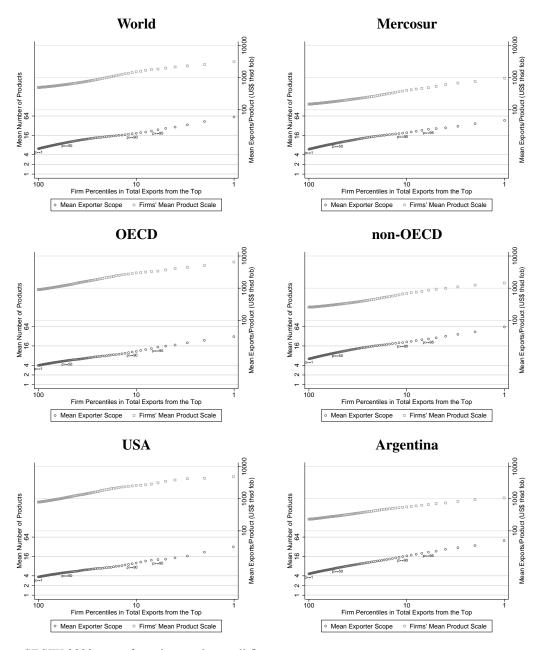
Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.



Source: SECEX 2000, manufacturing products, all firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

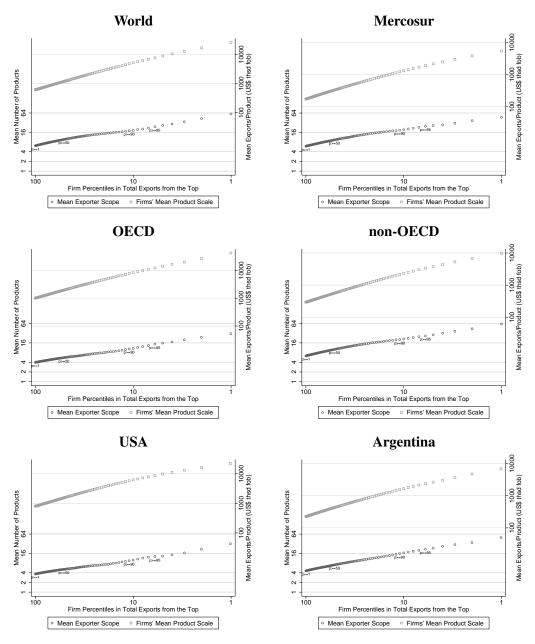
Figure 6.6: Average Scope, Total Exports and the Total Exports Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

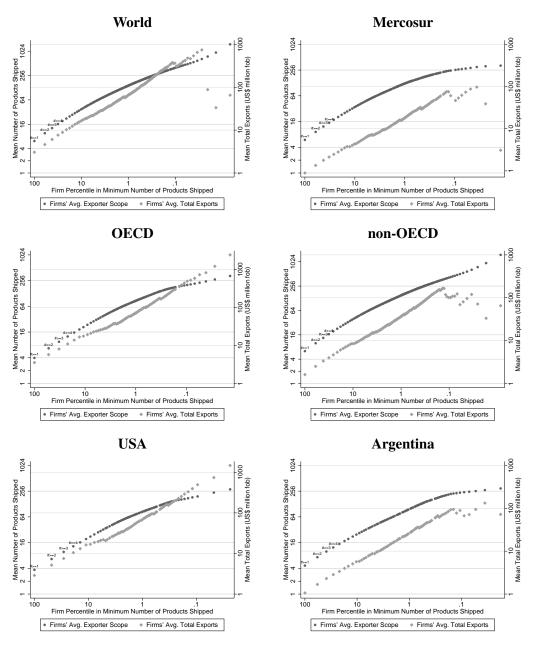
Figure 6.7: Average Scope, Average Scale and the Total Exports Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Average scale is unweighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay;
OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the
Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter
observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose
shipments are in the top percentile.

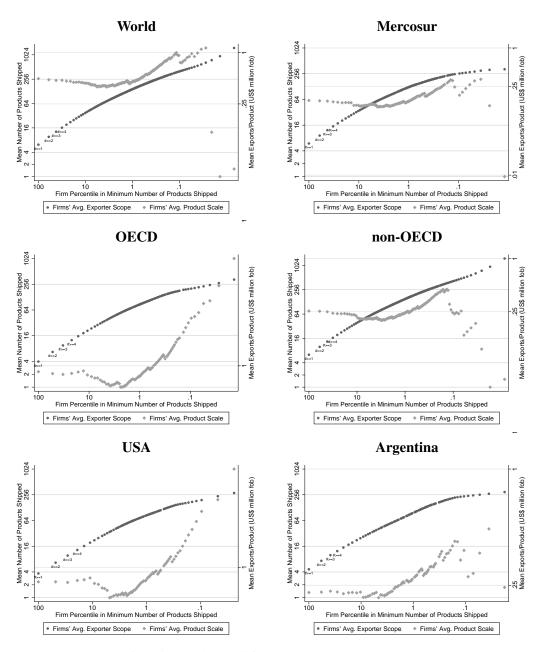
Figure 6.8: Average Scope, Unweighted Average Scale and the Total Exports Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Mean total exports are the average over firms' total exports at a percentile in a destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 6.9: Average Scope, Total Exports and the Exporter Scope Distribution



Source: SECEX 2000, manufacturing products, all firms.

Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

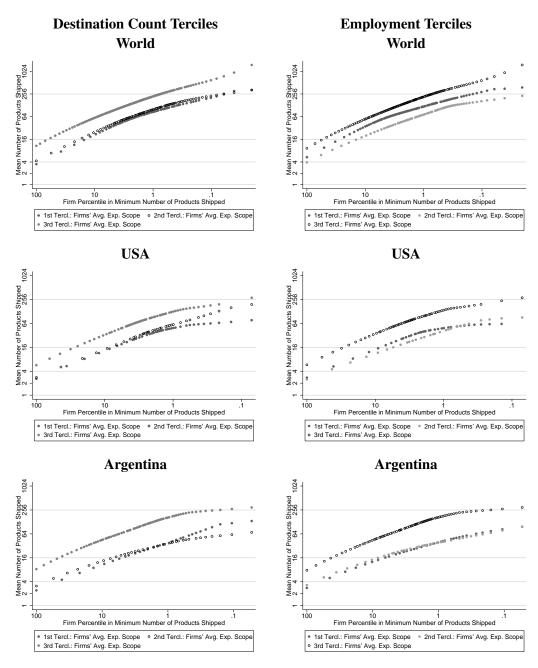
Figure 6.10: Average Scope, Average Scale and the Exporter Scope Distribution

Average Scope and Scale Average Scope and Scale Average Scope and Scale Average Scope and Scale Firm Percentile in Minimum Number of Products Shipped Firms' Avg. Exporter Scope Firms' Avg. Product Scale

Source: SECEX 2000, manufacturing products, all firms.

Note: Selection of the eleven countries at the first and every tenth percentile among Brazil's top 100 export destinations (Cameroon, Jordan, Somalia, Jamaica, Greece, Finland, Egypt, Singapore, Korea Republic, Chile, USA). Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

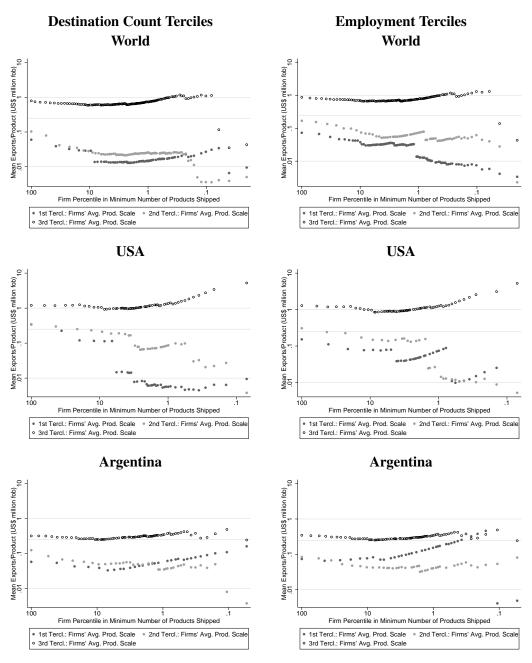
Figure 6.11: Average Scope, Scale and Exporter Distributions Across Countries



Sources: RAIS and SECEX 2000, manufacturing products, all firms.

Note: Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

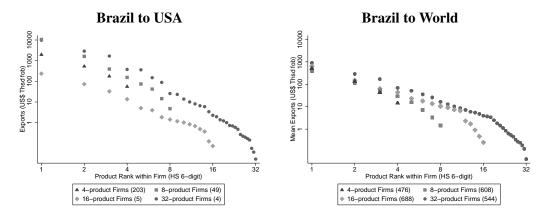
Figure 6.12: Average Scope and the Exporter Distribution by Firm Type



Sources: RAIS and SECEX 2000, manufacturing products, all firms.

Note: Average scale is scope-weighted mean exporter scale. Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 6.13: Average Scale and the Exporter Distribution by Firm Type



Source: *SECEX* 2000, manufacturing products, all firms. *Note*: Products at the Harmonized-System 6-digit level. World average from pooling destinations to which firms in a given exporter-scope group ship.

Figure 6.14: Within-firm Sales Distribution

Table 6.8: Product Rank Correlations between Reference Countries and Rest of World

Reference country	US	SA	Argentina		
Elsewhere	World	OECD	World	non-OECD	
	(1)	(2)	(3)	(4)	
Corr. coeff.	.737	.770	.784	.793	
Spearman's rank corr. coeff.	.829	.784	.855	.866	
Obs.	60,898	15,670	89,653	71,661	
# Firm-products	206,530	42,889	199,941	152,124	
Share Ref. country & elsewhere	.295	.365	.448	.471	
Share Ref. country only	.033	.227	.053	.076	
Share Elsewhere only	.672	.408	.498	.453	
# Firms	14,678	7,257	14,678	11,746	
Share Active in Ref. country	.199	.299	.255	.298	

Source: SECEX 2000, manufacturing products, all firms.

Note: Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firms and destinations.

Table 6.9: Overlaps between Reference Countries and Rest of World by Product Rank

Prod.		Rest of	World				OECD, no	n-OECD	
rank	Overlap	Overlap	#Dest./	#Firms		Overlap	Overlap	#Dest./	#Firms
in Ref.		top prd.	firm				top prd.	firm	
country	(1)	(2)	(3)	(4)		(5)	(6)	(7)	(8)
		Reference c	ountry: US	SA (overlap v	with	Rest of Wor	ld or OECD))	
1	.83	.83	8.4	2,760		.85	.85	3.6	1,986
2	.55	.78	12.4	1,218		.60	.81	4.9	858
4	.37	.73	18.3	430		.38	.75	6.8	263
8	.33	.69	23.0	163		.36	.73	7.9	92
16	.27	.60	22.0	79		.28	.68	7.7	39
32	.24	.57	24.4	32		.25	.60	6.6	24
64	.16	.52	34.7	12		.19	.56	7.8	9
128	.20	.74	39.3	6		.18	.63	12.0	5
	Refe	rence count	ry: Argenti	ina (overlap	with	Rest of Wo	rld or non-O	ECD)	
1	.78	.78	7.6	3,478		.80	.80	5.9	3,233
2	.54	.77	10.3	1,888		.58	.80	7.9	1,788
4	.39	.68	13.6	896		.43	.71	10.4	851
8	.31	.64	17.8	351		.35	.67	13.7	328
16	.24	.56	21.6	157		.28	.59	16.8	141
32	.23	.52	28.3	55		.25	.57	21.2	54
64	.29	.41	34.8	20		.31	.43	28.3	19
128	.13	.35	40.9	11		.13	.39	31.4	11

Note: Destination counts in columns 3 and 7 are mean numbers of destinations to which firms with at least as many products as reported for a rank ship. Overlap in columns 1 and 5 is the proportion of destinations that a product of reported rank reaches relative to the overall destination counts (in columns 3 and 7). Overlap in columns 2 and 6 is the proportion of destinations that the top-selling product of firms with at least as many products as reported for a rank reaches relative to the overall destination counts (in columns 3 and 7). Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firm in reference country. Sample restricted to firm-products that ship to reference country and at least one other destination.

Table 6.10: Share of Top-selling Products in Total Exports

Scope		USA			Argentina			World	
in Ref.	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	1.000			1.000			1.000		
2	.813	1.000		.806	1.000		.815	1.000	
3	.735	.939	1.000	.729	.935	1.000	.731	.933	1.000
4	.711	.901	.974	.672	.882	.971	.686	.892	.973
8	.673	.862	.930	.605	.801	.892	.596	.805	.899
16	.571	.739	.836	.439	.642	.771	.501	.709	.800
32	.554	.717	.812	.584	.743	.826	.416	.582	.677
64	.207	.380	.464				.490	.746	.820
128	.387	.583	.727				.143	.264	.340
Mean	.658	.778	.826	.598	.750	.820	.531	.672	.738

Note: Products at the Harmonized-System 6-digit level. Share of top-two (top-three) products for firms with exporter scope of at least two (three) products.

Table 6.11: Worldwide Exports by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.704 (.155)									
2 products	1.081 (.181)	.141 (.026)								
3 products	1.097 (.162)	.193 (.021)	.052 (.009)							
4 products	2.066 (.367)	.470 (.088)	.144 (.032)	.032 (.008)						
5 products	1.903 (.398)	.422 (.071)	.147 (.024)	.047 (.009)	.016 (.005)					
6 products	3.358 (1.499)	1.027 (.643)	.118 (.019)	.057 (.011)	.018 (.003)	.004 (.0007)				
7 products	2.068 (.323)	.633 (.137)	.204 (.039)	.098 (.024)	.037 (.009)	.018 (.006)	.003 (.0005)			
8 products	1.949 (.434)	.536 (.120)	.225 (.067)	.090 (.033)	.059 (.026)	.043 (.023)	.012 (.005)	.007 (.004)		
9 products	3.477 (.821)	1.165 (.265)	.476 (.112)	.218 (.068)	.101 (.028)	.052 (.016)	.029 (.009)	.015 (.006)	.002 (.0004)	
10 products	3.217 (1.097)	1.029 (.374)	.573 (.234)	.212 (.088)	.127 (.055)	.078 (.033)	.051 (.024)	.028 (.014)	.011 (.005)	.003 (.002)
Avg. varieties ^a	1,303	796	565	425	343	283	241	215	186	154

^aAverage number of exporter products across rows.

Source: *SECEX* 2000, manufacturing products, all firms, except exporters with scope exceeding ten products. *Note*: Exporter-product mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 6.12: Exports to Mercosur by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.178 (.028)									
2 products	.302 (.041)	.035 (.004)								
3 products	.497 (.130)	.104 (.029)	.020 (.004)							
4 products	.565 (.104)	.127 (.019)	.042 (.008)	.012 (.004)						
5 products	.724 (.207)	.142 (.026)	.042 (.007)	.017 (.004)	.003 (.0004)					
6 products	.447 (.091)	.135 (.024)	.066 (.017)	.027 (.008)	.009 (.002)	.003 (.0006)				
7 products	.625 (.094)	.178 (.030)	.087 (.019)	.048 (.014)	.022 (.007)	.009 (.003)	.003 (.0006)			
8 products	.728 (.163)	.284 (.107)	.160 (.067)	.068 (.028)	.038 (.015)	.023 (.011)	.008 (.004)	.004 (.002)		
9 products	3.252 (2.001)	.470 (.156)	.187 (.061)	.102 (.035)	.043 (.013)	.028 (.009)	.011 (.003)	.006 (.002)	.003 (.001)	
10 products	.648 (.151)	.228 (.055)	.113 (.039)	.073 (.028)	.033 (.011)	.020 (.008)	.013 (.006)	.008 (.005)	.005 (.003)	.002 (.001)
Avg. varieties ^a	736	458	325	254	210	171	147	130	124	112

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing products, all firms, except exporters with scope exceeding ten products. Note: Exporter-product mean values in US\$ million fob. Mercosur includes Argentina, Paraguay, Uruguay. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 6.13: Exports to OECD by Exporter Scope and Product Rank

					Produc	t rank				
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	1.125 (.248)									
2 products	1.721 (.352)	.214 (.041)								
3 products	1.714 (.295)	.334 (.045)	.082 (.022)							
4 products	1.868 (.212)	.446 (.061)	.120 (.020)	.040 (.010)						
5 products	2.133 (.375)	.752 (.250)	.230 (.046)	.067 (.012)	.022 (.007)					
6 products	9.004 (3.440)	2.687 (1.783)	.351 (.098)	.157 (.044)	.044 (.011)	.009 (.002)				
7 products	6.205 (1.576)	1.711 (.505)	.769 (.320)	.226 (.078)	.088 (.033)	.031 (.012)	.014 (.008)			
8 products	6.795 (2.459)	1.675 (.453)	.782 (.249)	.304 (.096)	.160 (.064)	.055 (.022)	.023 (.007)	.007 (.002)		
9 products	4.627 (1.290)	1.286 (.317)	.534 (.178)	.148 (.044)	.085 (.024)	.037 (.011)	.014 (.003)	.006 (.002)	.002 (.0007)	
10 products	13.071 (7.778)	1.434 (.587)	.362 (.118)	.146 (.047)	.072 (.026)	.031 (.010)	.016 (.005)	.006 (.002)	.002 (.0008)	.0008 (.0003)
Avg. varieties ^a	682	374	242	166	126	100	86	72	61	57

^aAverage number of exporter products across rows.

Source: SECEX 2000, manufacturing products, all firms, except exporters with scope exceeding ten products. *Note:* Exporter-product mean values in US\$ million fob. OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 6.14: Exports to U.S. by Exporter Scope and Product Rank

					Produc	t rank				
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.779 (.115)									
2 products	1.456 (.306)	.220 (.043)								
3 products	1.346 (.196)	.253 (.036)	.076 (.020)							
4 products	1.956 (.303)	.533 (.161)	.177 (.069)	.056 (.021)						
5 products	1.862 (.335)	.372 (.084)	.103 (.020)	.037 (.008)	.013 (.003)					
6 products	9.151 (4.068)	2.960 (1.817)	.542 (.188)	.336 (.128)	.075 (.033)	.005 (.001)				
7 products	4.537 (1.431)	1.296 (.654)	.824 (.478)	.148 (.053)	.077 (.032)	.038 (.019)	.009 (.006)			
8 products	10.692 (3.829)	1.617 (.463)	.395 (.090)	.155 (.041)	.074 (.022)	.042 (.011)	.014 (.004)	.005 (.001)		
9 products	5.970 (1.917)	1.434 (.433)	.678 (.307)	.107 (.032)	.053 (.021)	.028 (.015)	.012 (.004)	.005 (.002)	.001 (.0005)	
10 products	6.766 (2.698)	3.757 (1.984)	1.360 (.822)	.362 (.165)	.245 (.148)	.127 (.090)	.096 (.079)	.022 (.015)	.005 (.003)	.001 (.0007)
Avg. varieties ^a	401	201	124	83	63	48	41	34	27	26

^aAverage number of exporter products across rows.

Source: *SECEX* 2000, manufacturing products, all firms, except exporters with scope exceeding ten products. *Note*: Exporter-product mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 6.15: Exports to Argentina by Exporter Scope and Product Rank

	-		_	-	-	-				
					Produ	ct rank				
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.219 (.037)									
2 products	.363 (.052)	.041 (.005)								
3 products	.614 (.169)	.141 (.039)	.025 (.005)							
4 products	.938 (.231)	.147 (.024)	.050 (.009)	.016 (.005)						
5 products	.656 (.098)	.199 (.036)	.060 (.011)	.029 (.008)	.007 (.001)					
6 products	.838 (.292)	.264 (.067)	.115 (.034)	.044 (.014)	.018 (.005)	.006 (.001)				
7 products	.991 (.223)	.426 (.155)	.181 (.061)	.068 (.022)	.035 (.012)	.018 (.008)	.004 (.002)			
8 products	.809 (.190)	.341 (.094)	.171 (.058)	.118 (.049)	.052 (.017)	.027 (.010)	.014 (.006)	.007 (.004)		
9 products	4.578 (3.866)	.142 (.032)	.065 (.016)	.033 (.010)	.021 (.006)	.014 (.005)	.007 (.003)	.003 (.001)	.001 (.0004)	
10 products	1.171 (.355)	.410 (.125)	.188 (.081)	.114 (.054)	.052 (.023)	.032 (.017)	.022 (.013)	.014 (.010)	.008 (.006)	.004 (.003)
Avg. exp. varieties ^a	517	310	215	164	128	104	93	75	61	52

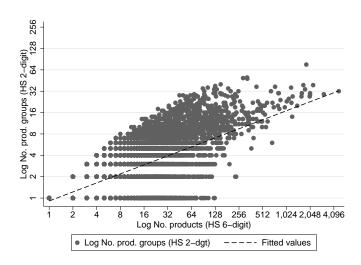
^aAverage number of exporter products across rows.

Source: *SECEX* 2000, manufacturing products, all firms, except exporters with scope exceeding ten products. *Note*: Exporter-product mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 6.16: Concentration of Exports in HS 2-digit Product Groups

	Firms with # Goods, or more							
	2	4	8	16	32	64	128	
# of Firms	10,350	6,797	4,184	2,361	1,243	544	225	
Share Firms with Single Prod. Grp.	.453	.326	.220	.126	.060	.033	.000	
Mean # Product Groups	8.123	9.311	10.857	12.919	15.474	18.972	22.464	
Median # Product Groups	5	6	8	10	13	16	19	
Share Top ranked Product Group	.886	.858	.830	.798	.765	.748	.740	
Share 2nd ranked Product Group	.150	.141	.136	.132	.138	.137	.136	
Share 3rd ranked Product Group	.055	.055	.053	.053	.052	.051	.048	
Share 4th ranked Product Group	.029	.029	.028	.028	.027	.028	.025	
Share 5th ranked Product Group	.018	.018	.017	.018	.016	.016	.014	

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level. Product-group shares in worldwide sales.



Source: SECEX 2000, manufacturing products, all firms.

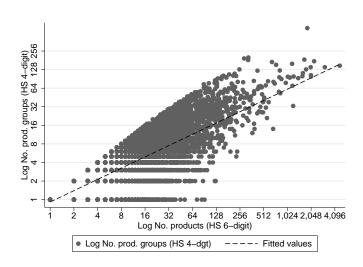
Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level.

Figure 6.15: Worldwide 2-digit Product-group Count and Scope Association

Table 6.17: Concentration of Exports in HS 4-digit Product Groups

	Firms with # Goods, or more							
	2	4	8	16	32	64	128	
# of Firms	10,350	6,797	4,184	2,361	1,243	544	225	
Share Firms w/ Single Prd. Grp.	.269	.157	.082	.036	.010	.006	.000	
Mean # Product Groups	33.396	36.835	41.779	49.173	59.950	79.737	107.336	
Median # Product Groups	13	16	20	26	35	52	75	
Share Top ranked Product Group	.800	.754	.711	.669	.618	.589	.578	
Share 2nd ranked Product Group	.178	.171	.166	.162	.169	.166	.157	
Share 3rd ranked Product Group	.073	.072	.071	.070	.073	.075	.074	
Share 4th ranked Product Group	.039	.039	.039	.039	.040	.043	.042	
Share 5th ranked Product Group	.025	.025	.025	.026	.026	.027	.027	

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level. Product-group shares in worldwide sales.



Source: SECEX 2000, manufacturing products, all firms.

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level.

Figure 6.16: Worldwide 4-digit Product-group Count and Scope Association

Table 6.18: Total Exports Decompositions at the Firm Level

	Log#			Log Expo	rts/product		
OLS	Products	# ≥ 1	# ≥ 2	#≥ 3	# ≥ 10	# ≥ 25	# ≥ 100
				World			
Log Total exports	.195 (.003)***	.805 (.003)***	.858 (.004)***	.878 (.004)***	.907 (.007)***	.915 (.009)***	.930 (.019)***
Const.	1.435 (.011)***	-1.435 (.011)***	-1.817 (.011)***	-2.118 (.012)***	-3.149 (.016)***	-3.851 (.022)***	-4.956 (.060)***
Obs. R^2	14,678 .221	14,678 .829	8,815 .850	6,167 .865	1,801 .911	678 .937	85 .966
				Mercosur			
Log Total exports	.245 (.004)***	.755 (.004)***	.814 (.005)***	.842 (.006)***	.886 (.010)***	.913 (.013)***	.949 (.025)***
Const.	1.687 (.017)***	-1.687 (.017)***	-1.996 (.017)***	-2.254 (.018)***	-3.170 (.022)***	-3.855 (.027)***	-4.931 (.065)***
Obs.	8,293	8,293	5,056	3,533	1,047	377	44
R^2	.266	.775	.813	.834	.886	.925	.972
				OECD			
Log Total exports	.127 (.004)***	.873 (.004)***	.918 (.005)***	.936 (.006)***	.940 (.010)***	.922 (.014)***	.935 (.025)***
Const.	1.005 (.013)***	-1.005 (.013)***	-1.477 (.014)***	-1.829 (.017)***	-3.053 (.030)***	-3.823 (.039)***	-4.814 (.095)***
Obs.	7,257	7,257	3,806	2,375	495	164	19
R^2	.148	.891	.903	.912	.943	.963	.988
				non-OECD			
Log Total exports	.227 (.004)***	.773 (.004)***	.823 (.005)***	.849 (.005)***	.894 (.008)***	.897 (.011)***	.927 (.023)***
Const.	1.576 (.013)***	-1.576 (.013)***	-1.945 (.014)***	-2.228 (.015)***	-3.168 (.018)***	-3.880 (.024)***	-4.993 (.067)***
Obs.	11,648	11,648	6,949	4,830	1,496	553	70
R^2	.253	.798	.823	.840	.891	.923	.959

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Firm ω 's total exports $t_d(\omega)$ to destination market d can be decomposed into: $G_d(\omega) \, a_d(\omega)$, where $G_d(\omega)$ is the exporters' average number of products shipped to destination d (the average scope of the exporter at the destination), and $a_d(\omega)$ are the exporter's average sales per product in destination country d (the scale of the exporter's average product). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.19: Exporter Scale and Exporter Scope Correlations

	Firm data ^a	Firm-	destination	data ^b	Firm-des	stination-pro	duct data ^c
Log Exp./prod.	Ind. FE	Ind. FE	Ind. & dest. FE	Firm & dest. FE	Firm & dest. FE	Ind., prd. & dest. FE	Firm, prd. & dest. FE
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
			W	orld			
Log # Products	.293 (.017)***	004 (.010)	.020 (.010)**	.228 (.012)***	1.096 (.011)***	.604 (.012)***	.920 (.012)***
Obs.	13,687	55,037	55,037	56,883	99,637	95,995	99,637
R^2	.022	3.43e-06	.066	.121	.126	.171	.212
Corr. Firm FE, $X'\beta$				168	192		144
			Mer	cosur			
Log # Products	.172 (.020)***	.074 (.017)***	.079 (.016)***	.175 (.029)***	1.230 (.020)***	.724 (.021)***	1.134 (.021)***
Obs.	7,928	12,026	12,026	12,449	27,005	25,977	27,005
R^2	.009	.002	.073	.305	.191	.174	.261
Corr. Firm FE, $X'\beta$				126	217		177
			OH	ECD			
Log # Products	.315 (.032)***	.209 (.023)***	.148 (.023)***	.478 (.028)***	1.233 (.028)***	.624 (.028)***	1.027 (.028)***
Obs.	6,801	17,411	17,411	18,136	26,543	25,454	26,543
R^2	.015	.005	.040	.140	.112	.153	.225
Corr. Firm FE, $X'\beta$				232	268		214
			non-	OECD			
Log # Products	.252 (.018)***	040 (.011)***	023 (.011)***	.153 (.013)***	1.107 (.013)***	.614 (.013)***	.937 (.013)***
Obs.	10,977	36,858	36,858	37,956	72,070	69,557	72,070
R^2	.019	.0004	.061	.127	.140	.178	.226
Corr. Firm FE, $X'\beta$				205	231		169

^aAggregation: worldwide exports by firm.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level; product-group fixed effects at the Harmonized-System 2-digit level. Industry fixed effects at the CNAE two-digit level. Constant not reported. R^2 is within fit for firm FE regressions. Correlation coefficient between firm fixed effects and all other predictors (including destination and product fixed effects). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

^bAggregation: exports by firm and destination.

^cAggregation: exports by firm, destination, product group (Harmonized System 2-digit level).

Table 6.20: Correlates of Firm Effects on Exporter Scale and Exporter Scope

	Firm	Eff. on Exp	orter Scale	Firm E	Eff. on Expo	rter Scope
	from Lo	g Exports/pro	od. regressions	from Lo	g # Products	regressions
	Firm FE only	Firm FE & scope	Firm & dest. FE, & scope	Firm FE only	Firm FE & scale	Firm & dest. FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Log ww. # Products	.145	115	006	.743	.734	.737
	(.006)***	(.006)***	(.007)	(.004)***	(.004)***	(.004)***
Log ww. Exp./prod.	.906	.897	.873	.025	029	002
	(.004)***	(.004)***	(.005)***	(.002)***	(.002)***	(.002)
Log ww. # Dest.	947	823	600	354	298	212
	(.008)***	(.008)***	(.010)***	(.005)***	(.005)***	(.005)***
No OECD exp.	.036	.004	.562	.092	.090	0009
	(.017)**	(.018)	(.021)***	(.010)***	(.010)***	(.011)
Log OECD Exp. ^a	004	003	008	004	004	007
	(.003)	(.004)	(.004)*	(.002)*	(.002)*	(.002)***
No Mercosur exp.	037	043	.133	.017	.019	.342
	(.017)**	(.019)**	(.022)***	(.010)	(.011)*	(.011)***
Log Mercosur Exp. ^a	.012	.011	.018	.003	.002	004
	(.004)***	(.004)***	(.005)***	(.002)	(.002)	(.002)*
Log # dom. Plants	013	017	002	.010	.011	.015
	(.008)	(.009)*	(.011)	(.005)**	(.005)**	(.006)***
Log # dom. Loc.	.031	.042	.032	031	032	031
	(.009)***	(.009)***	(.011)***	(.005)***	(.005)***	(.006)***
Log Employment	007	003	004	013	013	016
	(.003)**	(.003)	(.004)	(.002)***	(.002)***	(.002)***
High sch. educ. wf.	074	067	104	021	017	023
	(.018)***	(.020)***	(.024)***	(.011)*	(.012)	(.012)*
College educ. wf.	.050	.120	023	200	203	212
	(.026)*	(.029)***	(.034)	(.016)***	(.016)***	(.017)***
Obs. R^2	13,687	13,687	13,687	13,687	13,687	13,687
	.924	.915	.878	.840	.838	.813

^aLog of nonzero exports, times indicator of nonzero exports (one less *no*-exports indicator).

Note: Aggregation to exports by firm and destination. Regressions of firm fixed effects on firm-level predictors, where firm fixed effects on exporter scale in column 1 are from a firm fixed effects regression with no additional controls, in column 2 from a firm fixed effects regression controlling for scope (log # products) and in column 3 from a firm fixed effects regression controlling for scope and destination fixed effects (see column 3 in Table 6.19). Firm fixed effects on exporter scope in column 4 are from a firm fixed effects regression with no additional controls, in column 5 from a firm fixed effects regression controlling for scale (log exports/product) and in column 6 from a firm fixed effects regression controlling for scale and destination fixed effects. Worldwide number of products at the Harmonized-System 6-digit level. Domestic Brazilian locations counted at the municipality level. Workforce characteristics in shares of total employment. White-collar, blue-collar employment (insignificant at ten-percent level) and constant not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.21: Correlates of Destination Effects on Exporter Scale and Exporter Scope

		on Eff. on Ex Exports/prod	-		Destination Eff. on Exp. Scope from Log # Products regressions			
	Dest. FE	Dest. FE	Firm & dest.	Dest. FE	Dest. FE	Firm & dest.		
	only	& scope	FE, & scope	only	& scale	FE, & scale		
	(1)	(2)	(3)	(4)	(5)	(6)		
Mean Log Market size	.116	.114	.045	003	0001	.010		
	(.050)**	(.049)**	(.038)	(.012)	(.011)	(.010)		
Log Population	.131	.132	.252	.001	.004	.018		
	(.072)*	(.072)*	(.055)***	(.018)	(.018)	(.015)		
Log GDP per cap.	.053	.052	.215	027	026	.023		
	(.074)	(.073)	(.056)***	(.017)	(.016)	(.014)*		
Log Distance	.068	.039	314	242	239	200		
	(.198)	(.196)	(.151)**	(.051)***	(.050)***	(.042)***		
Common borders	336	335	044	.031	.021	.263		
	(.392)	(.388)	(.299)	(.097)	(.094)	(.079)***		
Common language	416	418	.315	.007	006	.150		
	(.372)	(.367)	(.283)	(.096)	(.093)	(.079)*		
Const.	-9.043	-8.683	-8.179	2.952	2.734	1.592		
	(1.937)***	(1.915)***	(1.477)***	(.488)***	(.474)***	(.399)***		
Obs. R^2	101	101	101	107	107	107		
	.398	.395	.539	.348	.340	.519		

Note: Aggregation to exports by firm and destination. Regressions of destination fixed effects on destination-level predictors, where destination fixed effects on exporter scale in column 1 are from a destination fixed effects regression with no additional controls, in column 2 from a destination fixed effects regression controlling for scope (log # products, see column 2 in Table 6.19) and in column 3 from a destination fixed effects regression controlling for scope and firm fixed effects (see column 3 in Table 6.19). Destination fixed effects on exporter scope in column 4 are from a destination fixed effects regression with no additional controls, in column 5 from a destination fixed effects regression controlling for scale (log exports/product) and in column 6 from a destination fixed effects regression controlling for scale and firm fixed effects. Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.22: Correlates of Product Effects on Exporter Scale and Exporter Scope

		ct Eff. on Expog Exports/pro	porter Scale od. regressions			porter Scope ts regressions
	Prod. FE only	only & scope FE, & scope		Prod. FE only	Prod. FE & scale	Firm, dst. & prd. FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Comparative adv.	.393	.396	.202	009	019	.013
	(.133)***	(.133)***	(.103)**	(.016)	(.017)	(.022)
Reference priced	-1.016	993	-1.737	062	037	.110
	(.987)	(.986)	(.762)**	(.122)	(.123)	(.162)
Differentiated	-1.432	-1.439	-1.158	.018	.053	.199
	(.915)	(.914)	(.706)	(.113)	(.114)	(.150)
Log ww.#Dest.	-1.803	-1.876	-1.366	.196	.240	.182
	(.942)*	(.941)**	(.727)*	(.117)*	(.118)**	(.155)
No OECD imp.	-25.978	-25.628	-5.335	940	307	-1.775
	(12.806)**	(12.786)**	(9.880)	(1.586)	(1.598)	(2.104)
Log OECD imp. ^a	.391	.374	.472	.044	.035	.033
	(.273)	(.272)	(.210)**	(.034)	(.034)	(.045)
No Mercos. imp.	-2.388	-2.375	990	036	.022	273
	(2.359)	(2.355)	(1.820)	(.292)	(.294)	(.388)
Log Mercs. Imp. ^a	.049	.048	061	.003	.002	.034
	(.241)	(.240)	(.186)	(.030)	(.030)	(.040)
Const.	4.271	4.501	1.311	616	720	.005
	(5.035)	(5.027)	(3.884)	(.623)	(.628)	(.827)
Obs. R^2	92	92	92	92	92	92
	.266	.277	.167	.348	.382	.320

^aLog of nonzero imports, times indicator of nonzero imports (one less *no*-imports indicator).

Note: Aggregation to exports by firm, destination, product group (Harmonized System 2-digit level). Regressions of product fixed effects at the Harmonized-System 2-digit level on product-level predictors, where product fixed effects on exporter scale in column 1 are from a product fixed effects regression with no additional controls, in column 2 from a product fixed effects regression controlling for scope (log # products) and in column 3 from a product fixed effects regression controlling for scope as well as destination and firm fixed effects (see column 6 in Table 5.21). Product fixed effects on exporter scope in column 4 are from a product fixed effects regression with no additional controls, in column 5 from a product effects regression controlling for scale (log exports/product) and in column 6 from a product fixed effects regression controlling for scale as well as destination and firm fixed effects. Balassa (1965) comparative-advantage for Brazil from UN Comtrade trade data for 2000 at the *ISIC Rev.* 2 level: product *h*'s comparative advantage is $BADV_h \equiv [T_h^{Brazil}]/\sum_k T_k^{Brazil}]/[T_h^{World}]/\sum_k T_k^{World}]$, where T_h are worldwide exports. Goods classification by degree of differentiation from Rauch (1999), conservative definition, revision 2 (2007): share of Harmonized-System 6-digit goods at the Harmonized-System 2-digit level; omitted benchmark category is homogeneous goods (traded on an organized exchange). Worldwide product-group imports exclude Brazil as importer and exporter. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.23: Conditional Exporter Scale and Exporter Scope Correlations

Log Exp./prod.		World		Mercosur	OECD	non-OECD
Log Exp., prod.	(1)	(2)	(3)	(4)	(5)	(6)
Log # Products	.293	.633	.320	146	.349	.024
	(.091)***	(.059)***	(.070)***	(.178)	(.171)**	(.079)
Squared Log # Products	.384	240	243	.060	.154	148
	(.145)***	(.067)***	(.068)***	(.180)	(.196)	(.072)**
Cubic Log # Products	340	.018	.014	058	169	.020
	(.077)***	(.024)	(.024)	(.066)	(.076)**	(.025)
Quartic Log # Products	.082	.003	.003	.010	.023	.0009
	(.016)***	(.003)	(.003)	(.007)	(.009)***	(.003)
Pentic Log # Products	006 (.001)***					
Log # Prd.×Log ww. # Dst.			.072 (.017)***	.179 (.047)***	.018 (.043)	.079 (.020)***
Log # Prd.×Log Empl.			.030 (.007)***	017 (.018)	.067 (.016)***	.020 (.007)***
Log # Prd.×Coll. ed. wf.			123 (.063)*	.271 (.161)*	279 (.154)*	002 (.072)
Obs. R^2	56,883	56,883	55,037	12,026	17,411	37,626
	.125	.124	.128	.315	.151	.132
Corr. Firm FE, $X'\beta$	161	161	096	096	157	137
F statistic: Zero Firm FE	3.835***	3.833***	3.665***	2.918***	2.985***	3.609***

Note: Aggregation to exports by firm and destination. Regressions controlling for firm and destination fixed effects (expanding regression (4) in Table 6.19). Worldwide number of products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 6.24: Individual Product Sales Regressions

			Dest. &	Dest. &
Log Sales	OLS	Dest. FE	Ind. FE	Firm FE
	(1)	(2)	(3)	(4)
Log # Products	1.142 (.006)***	1.169 (.006)***	1.313 (.006)***	1.502 (.007)***
Log Product Rank	-2.321 (.006)***	-2.349 (.006)***	-2.428 (.006)***	-2.477 (.007)***
Obs.	215,346	215,346	207,919	215,346
Panels			465	14,678
$R^2 (R^2 \text{ within})^a$.465	.507	.493	.583

 $^{{}^{}a}R^{2}$ is within fit for industry and firm FE regressions in columns 3 and 4.

Sources: SECEX 2000, manufacturing products, all firms.

Note: Individual export sales by product, firm and destination. Products at the Harmonized-System 6-digit level. Industry fixed effects at the *CNAE* two-digit level. Constant and destination fixed effects not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

7 All Products and Firms

Table 7.1: Sample Characteristics by Destination

	World	Mercosur	OECD	non-OECD	USA	Argentina
	(1)	(2)	(3)	(4)	(5)	(6)
# of Observations (MNH)	224,952	66,133	54,069	170,883	16,510	26,865
# of Destinations (N)	173	3	23	150	1	1
Regional share in Tot. exports	1.000	.143	.599	.401	.243	.115
		Firms				
# of Firms (M)	15,907	8,691	8,204	12,426	4,702	5,890
Median Total exports (T_{md})	.073	.045	.098	.056	.088	.056
Median Exporter scope (G_{md})	2	2	2	2	1	2
Median Avg. prod scale (a_{md})	.029	.018	.052	.023	.049	.026
Mean Total exports (\bar{t}_d)	3.402	.890	3.949	1.748	2.802	1.058
Mean Exporter scope (\bar{G}_d)	5.936	5.850	3.774	6.161	3.511	4.561
Mean Avg. Exp. scale (a_d)	.573	.152	1.046	.284	.798	.232
Shares in Total exports						
Single-prod. firms	.112	.093	.163	.082	.157	.107
Multi-prod. firms' top product	.586	.542	.605	.566	.635	.543
Multi-prod. firms' other prod.	.302	.365	.232	.352	.208	.351
		Varieties				
# of Varieties (MH)	94,419	50,842	30,965	76,551	16,510	26,865
Median Variety sales	.004	.003	.007	.003	.007	.006
Mean Variety sales	.573	.152	1.046	.284	.798	.232

Note: Aggregate regions (world, Mercosur, OECD, non-OECD) treated as single destinations, collapsing product shipments to different countries into single product shipment. The worldwide average number of products across destination countries is 3.580, for instance, but 5.936 for the world as single destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Exports in US\$ million fob. Mean average exporter scale (a_d) is the scope-weighted arithmetic mean of exporters' average exporter scales.

Table 7.2: Top 25 Export Products

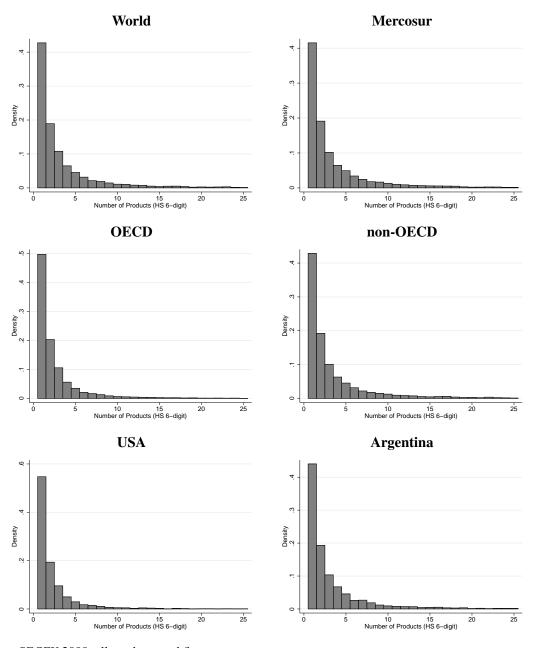
Rank	Product	Exports (US\$ mill.)	Share in tot. exports (%)	# of Dest.
1.		2,785	5.1	18
1. 2.	Airplane & a/c unladen wght > 2t, nov 15t	2,783	4.0	36
3.	Soybeans, whether or not broken	1,853	3.4	38
	Iron ore concen nesoi & non-agglomerated iron ores	*		
4.	Soybean oilcake & oth solid residue, wh/not ground	1,651	3.0	39
5.	Coffee, not roasted, not decaffeinated	1,558	2.9	63
6.	Chem woodpulp, soda etc, n dis s bl & bl nonconif	1,526	2.8	29
7.	Pass veh spk-ig int com rcpr p eng >1500 nov 3m cc	1,198	2.2	34
8.	Agglomerated iron ores	1,195	2.2	23
9.	Footwear, outer sole rub etc & leather upper nesoi	1,020	1.9	94
10.	Orange juice, frozen, sweetened or not	1,019	1.9	47
11.	Unwrought aluminum, not alloyed	946	1.7	15
12.	Transmission appr incorporating reception apparats	940	1.7	32
13.	Smfd irn/nal stl lt .25 pct crb rect cs wid 2x thk	808	1.5	18
14.	Cane sugar, raw, solid form, w/o added flav/color	761	1.4	33
15.	Tobacco, partly or wholly stemmed/stripped	725	1.3	88
16.	Oil (not crude) from petrol & bitum mineral etc.	702	1.3	52
17.	Airplane & ot a/c, unladen weight > 15t	636	1.2	3
18.	Nonalloy pig iron 0.5 prent or less phosphorus	446	0.8	18
19.	Chicken cuts and edible offal (inc livers), frozen	445	0.8	62
20.	Parts and accessories of motor vehicles, nesoi	445	0.8	108
21.	Cane/beet sug chem pure sucrose refind nesoi	438	0.8	57
22.	Compressors used in refrigerating equipment	416	0.8	64
23.	Spark-ignition int combustion piston eng pts nesoi	396	0.7	102
24.	Gold, nonmonetary, semimanufactured forms nesoi	375	0.7	4
25.	Spark-ignition reciprocating int com pistn eng pts	361	0.7	95

Source: *SECEX* 2000, all products and firms. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.

Table 7.3: Top 25 Export Destinations

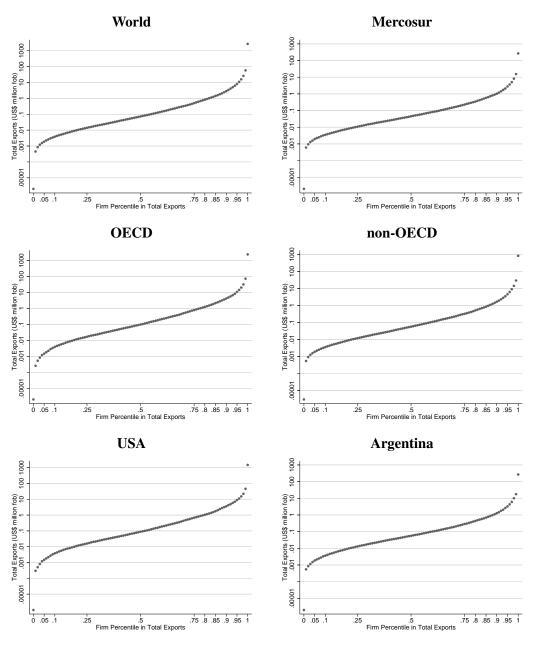
		Exports	Share in tot.	# of
Rank	Destination	(US\$ mill.)	exports (%)	Products
1.	USA	13,173	24.3	2,661
2.	Argentina	6,232	11.5	3,121
3.	Netherlands	2,792	5.2	798
4.	Germany	2,523	4.7	1,441
5.	Japan	2,472	4.6	1,027
6.	Italy	2,145	4.0	1,152
7.	Belgium-Luxembourg	1,867	3.4	696
8.	France, Monaco	1,731	3.2	1,088
9.	Mexico	1,711	3.2	1,563
10.	UK	1,498	2.8	1,020
11.	Chile	1,246	2.3	2,325
12.	China	1,085	2.0	683
13.	Spain	1,008	1.9	1,001
14.	Paraguay	832	1.5	2,616
15.	Venezuela	749	1.4	1,756
16.	Uruguay	668	1.2	2,669
17.	Korea Rep.	581	1.1	340
18.	Canada	565	1.0	854
19.	Colombia	514	1.0	1,466
20.	Switzerland, Liechtenstein	510	0.9	525
21.	China Hong Kong SAR	475	0.9	487
22.	Russian Federation	423	0.8	251
23.	Saudi Arabia	413	0.8	425
24.	Portugal	379	0.7	1,104
25.	Bolivia	364	0.7	2,336

Source: *SECEX* 2000, all products and firms. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.



Source: *SECEX* 2000, all products and firms. *Note*: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

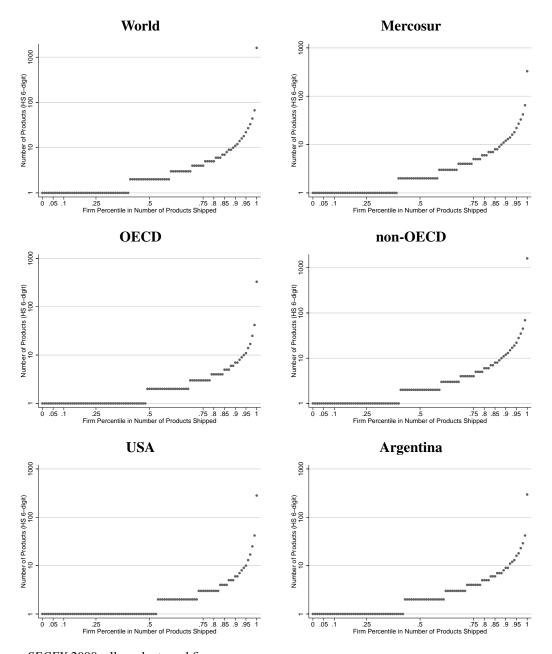
Figure 7.1: Exporter Scope Distribution for Up to 25 Products



Source: SECEX 2000, all products and firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

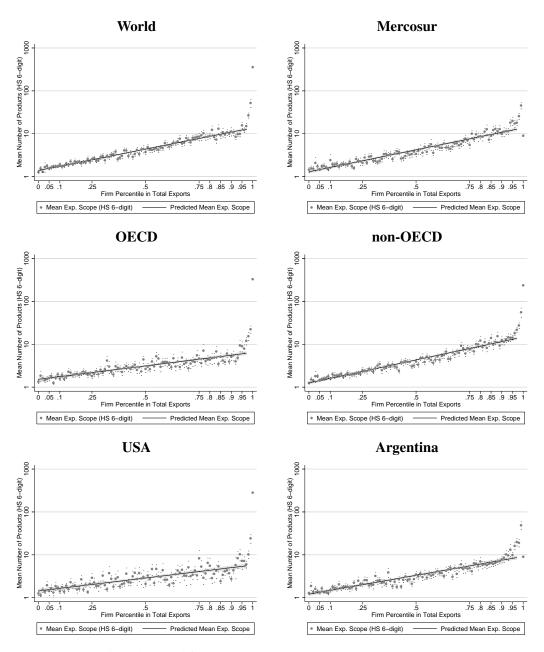
Figure 7.2: Total Sales Distribution



Source: SECEX 2000, all products and firms.

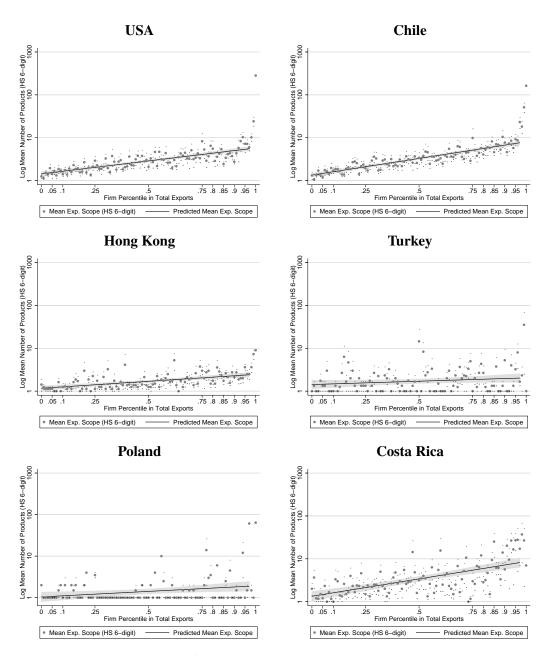
Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

Figure 7.3: Exporter Scope Distribution



Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 7.4: Exporter Scope and Total Exports Distribution



Note: Selection of the six countries at the fiftieth through hundredth percentiles among Brazil's top 100 export destinations (Costa Rica, Poland, Turkey, Hong Kong, Chile, USA). Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 7.5: Exporter Scope and Total Exports Distribution by Country

Table 7.4: Correlations between Local and Worldwide Total Exports Percentiles

Spo		Spearman's	Local	on world	Local, firm FE
Local and	Corr.	rank corr.	regression coeff.		corr. coeff.
World pctl.	coeff.	coeff.	OLS	Dest. FE	Dest. & firm FE
	(1)	(2)	(3)	(4)	(5)
Coefficient	.568	.573	.679	.786	.695
p value	0	0	0	0	0
Obs.	98,538	98,538	98,538	98,538	98,538
# Dest.				173	173
Panels					15,907

Note: Aggregation to exports by firm and destination. Percentiles in discrete numbers. Unconditional and Spearman's rank correlation coefficients in columns 1 and 2. Regression coefficients of local total-exports percentiles on a firm's worldwide total-exports percentile in columns 3 (OLS with constant) and 4 (destination FE regression). In column 5, correlation coefficient between local total-exports percentiles and the firm-fixed effect from a local total-exports percentile regression on firm and destination fixed effects.

Table 7.5: Exporter Scope and Local Total-Exports Percentile Correlations

				Dest. &
Log # Products	OLS	Firm FE	Dest. FE	Firm FE
	(1)	(2)	(3)	(4)
Log Local total-exp. percentile	.511 (.005)***	.472 (.003)***	.472 (.004)***	.396 (.003)***
Constant	1.650 (.006)***	1.617 (.003)***	1.589 (.014)***	1.677 (.009)***
Obs.	94,093	94,093	94,093	94,093
Panels		15,869		15,869
$R^2 (R^2 \text{ within})^a$.117	.212	.212	.303

 $^{^{}a}R^{2}$ is within fit for firm FE regressions in columns 2 and 4.

Source: SECEX 2000, all products and firms.

Note: Aggregation to exports by firm and destination. Products at the Harmonized-System 6-digit level. R^2 is within fit for firm FE regressions. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.6: Correlates of Destination Effects on Exporter Scope

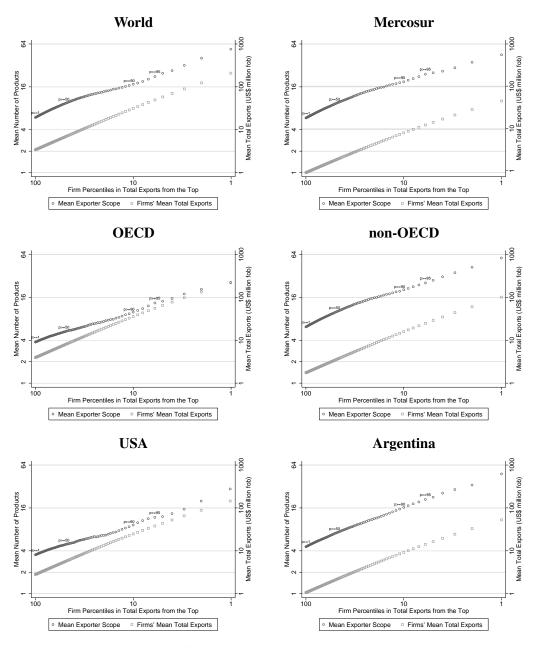
Log # Products	Unc	conditional S	cope	Scope I	Scope Dest. FE (Table 7.5, col. 3)			
	(1)	(2)	(3)	(4)	(5)	(6)		
Mean Log Market size			038 (.014)***			116 (.033)***		
Log Population		.033 (.023)	.053 (.026)**		.072 (.023)***	.162 (.048)***		
Log GDP per cap.		084 (.025)***	056 (.027)**		004 (.025)	.078 (.044)*		
Log GDP	014 (.023)			.039 (.020)**				
Log Distance	399 (.057)***	415 (.054)***	349 (.056)***	447 (.108)***	453 (.106)***	568 (.118)***		
Common borders	.015 (.092)	032 (.082)	065 (.074)	.131 (.217)	.132 (.213)	205 (.220)		
Common language	.132 (.221)	.140 (.172)	.079 (.162)	.231 (.248)	.244 (.243)	.021 (.217)		
Observations R^2	91,775 .075	91,775 .081	78,020 .068	151 .196	151 .233	93 .400		

Note: Aggregation to exports and exporter scope by firm and destination. Regressions of exporter scope (columns 1 through 3) and of destination fixed effects (columns 4 through 6) on destination-level predictors, where latter destination fixed effects in exporter scope are from a destination fixed effects regression controlling for the firm's local total-exports percentile (column 3 in Table 7.5). Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent. Clustered standard errors at destination level in columns 1 through 3.

Table 7.7: Exporter Scope Distribution by Destination

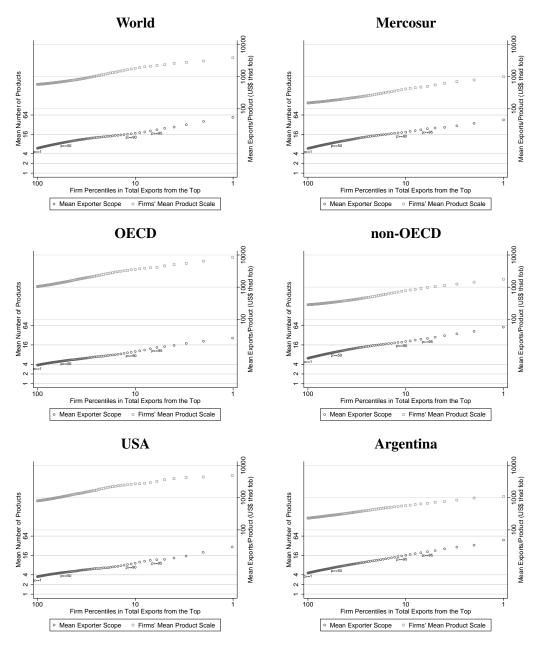
	World	Mercosur	OECD	non-OECD	USA	Argentina
Percentile	(1)	(2)	(3)	(4)	(5)	(6)
00	1	1	1	1	1	1
05	1	1	1	1	1	1
10	1	1	1	1	1	1
25	1	1	1	1	1	1
50	2	2	2	2	1	2
75	4	5	3	4	3	4
80	5	6	4	6	3	5
85	7	8	5	8	4	6
90	11	12	7	12	6	9
95	22	22	11	22	10	16
99	67	65	42	69	42	42
100	1608	329	329	1608	282	296

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.



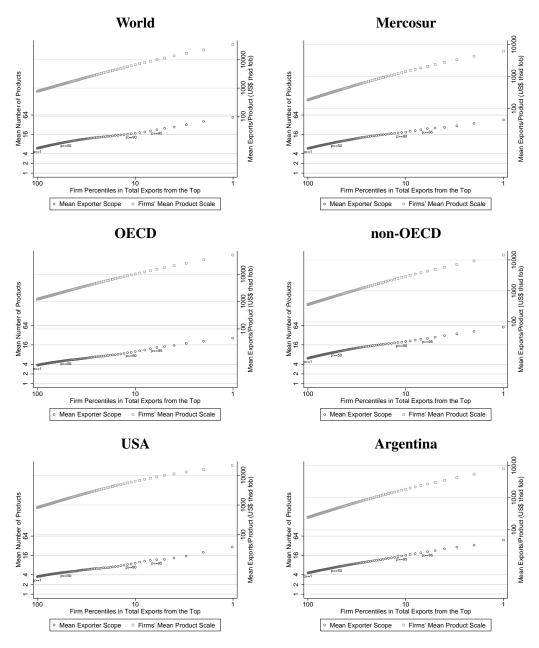
Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 7.6: Average Scope, Total Exports and the Total Exports Distribution



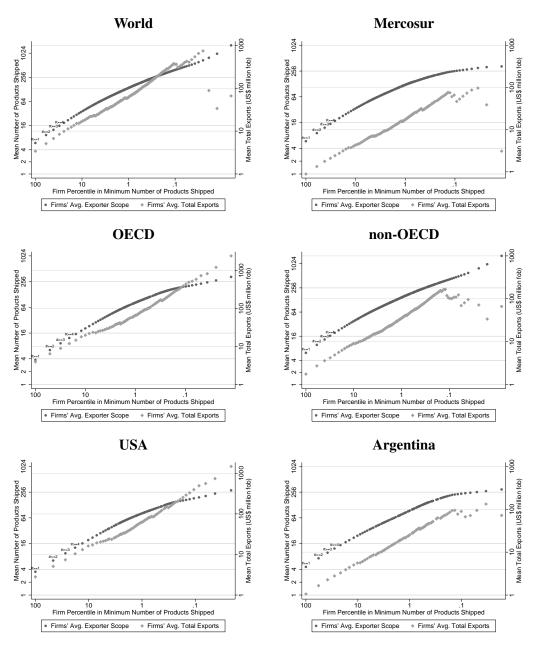
Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 7.7: Average Scope, Average Scale and the Total Exports Distribution



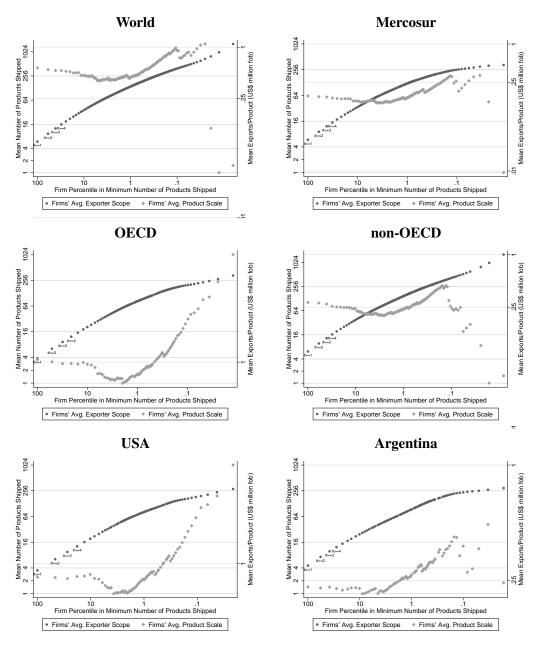
Note: Average scale is unweighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 7.8: Average Scope, Unweighted Average Scale and the Total Exports Distribution



Note: Mean total exports are the average over firms' total exports at a percentile in a destination. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 7.9: Average Scope, Total Exports and the Exporter Scope Distribution



Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

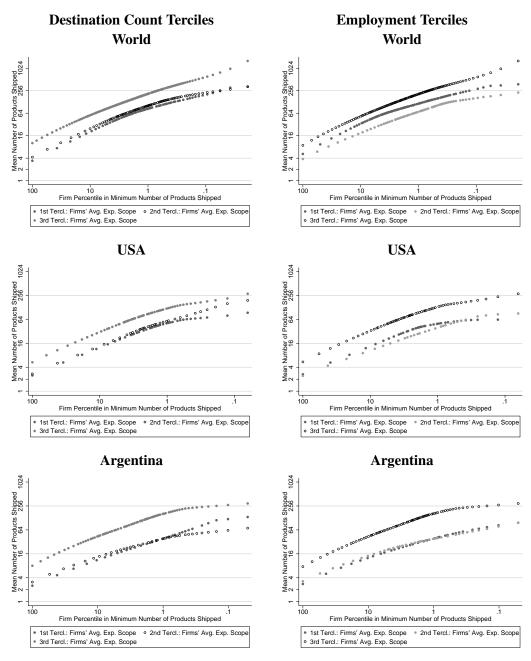
Figure 7.10: Average Scope, Average Scale and the Exporter Scope Distribution

Average Scope and Scale Average Scope and Scale Average Scope and Scale Average Scope and Scale Firm Percentile in Minimum Number of Products Shipped Firm Percentile in Minimum Number of Products Shipped Firms' Avg. Exporter Scope Firms' Avg. Product Scale

Source: SECEX 2000, all products and firms.

Note: Selection of the eleven countries at the first and every tenth percentile among Brazil's top 100 export destinations (Lithuania, Jordan, Bulgaria, Bangladesh, Netherlands Antilles, Costa Rica, Poland, Turkey, Hong Kong, Chile, USA). Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

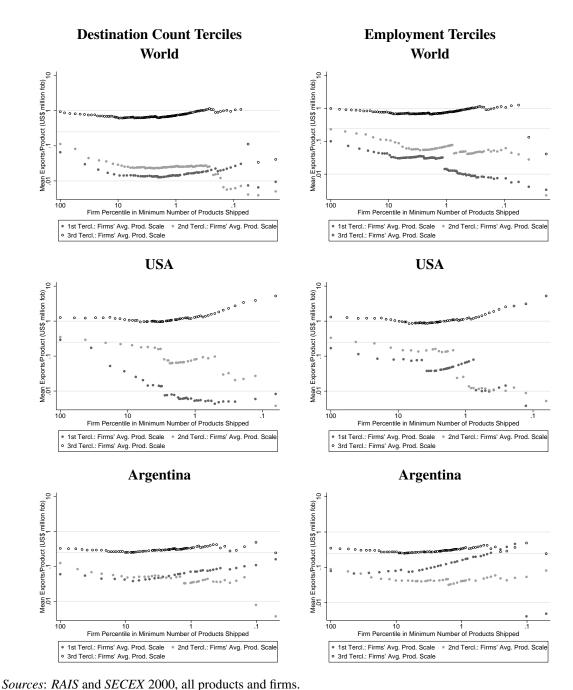
Figure 7.11: Average Scope, Scale and Exporter Distributions Across Countries



Sources: RAIS and SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

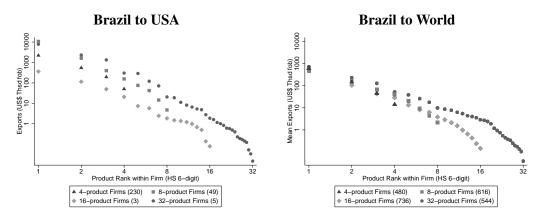
Figure 7.12: Average Scope and the Exporter Distribution by Firm Type



Note: Average scale is scope-weighted mean exporter scale. Products at the Harmonized-System 6-digit level. Left panel: firms by tercile of worldwide number of destinations; right panel: firms by tercile of domestic employment. Left-most observations are all exporters, shipping at least one product to the destination; at

employment. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 7.13: Average Scale and the Exporter Distribution by Firm Type



Note: Products at the Harmonized-System 6-digit level. World average from pooling destinations to which firms in a given exporter-scope group ship.

Figure 7.14: Within-firm Sales Distribution

Table 7.8: Product Rank Correlations between Reference Countries and Rest of World

Reference country	US	SA	Argentina		
Elsewhere	World	OECD	World	non-OECD	
	(1)	(2)	(3)	(4)	
Corr. coeff.	.739	.771	.785	.794	
Spearman's rank corr. coeff.	.829	.777	.856	.867	
Obs.	64,576	17,817	91,792	72,827	
# Firm-goods	215,611	47,728	209,290	156,207	
Share Ref. country & elsewhere	.300	.373	.439	.466	
Share Ref. country only	.033	.213	.054	.078	
Share Elsewhere only	.667	.414	.508	.456	
# Firms	15,907	8,204	15,907	12,426	
Share Active in Ref. country	.206	.304	.246	.293	

Source: SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firms and destinations.

Table 7.9: Overlaps between Reference Countries and Rest of World by Product Rank

Prod.		Rest of	World				OECD, no	n-OECD	
rank	Overlap	Overlap	#Dest./	#Firms		Overlap	Overlap	#Dest./	#Firms
in Ref.		top prd.	firm				top prd.	firm	
country	(1)	(2)	(3)	(4)		(5)	(6)	(7)	(8)
		Reference o	country: US	A (overlap	with	Rest of Wor	ld or OECD)		
1	.84	.84	8.5	3,107		.87	.87	3.9	2,296
2	.54	.79	12.5	1,307		.58	.81	5.1	941
4	.36	.74	18.0	451		.37	.76	6.9	279
8	.32	.70	23.5	166		.34	.74	8.0	94
16	.25	.63	22.9	80		.28	.66	7.8	39
32	.22	.57	25.0	31		.23	.61	6.8	22
64	.18	.52	34.7	12		.18	.55	8.3	8
128	.21	.74	39.3	6		.27	.56	11.3	4
	Refe	erence count	ry: Argenti	i na (overlap	with	Rest of Wo	rld or non-O	ECD)	
1	.78	.78	7.7	3,643		.80	.80	6.0	3,368
2	.54	.76	10.5	1,916		.57	.79	8.0	1,810
4	.38	.67	13.7	900		.42	.70	10.5	854
8	.30	.64	17.9	354		.35	.67	13.7	329
16	.24	.56	21.9	159		.28	.59	16.9	143
32	.21	.48	29.7	57		.24	.52	22.3	55
64	.29	.41	34.8	20		.31	.43	28.3	19
128	.10	.35	40.9	11		.10	.39	31.4	11

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Destination counts in columns 3 and 7 are mean numbers of destinations to which firms with at least as many products as reported for a rank ship. Overlap in columns 1 and 5 is the proportion of destinations that a product of reported rank reaches relative to the overall destination counts (in columns 3 and 7). Overlap in columns 2 and 6 is the proportion of destinations that the top-selling product of firms with at least as many products as reported for a rank reaches relative to the overall destination counts (in columns 3 and 7). Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firm in reference country. Sample restricted to firm-products that ship to reference country and at least one other destination.

Table 7.10: Share of Top-selling Products in Total Exports

Scope		USA			Argentina			World	
in Ref.	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	1.000			1.000			1.000		
2	.814	1.000		.805	1.000		.815	1.000	
3	.734	.938	1.000	.731	.935	1.000	.732	.934	1.000
4	.710	.904	.976	.669	.881	.971	.690	.894	.973
8	.677	.861	.929	.608	.797	.888	.598	.803	.896
16	.644	.823	.907	.426	.631	.758	.488	.699	.789
32	.474	.624	.718	.601	.769	.825	.426	.596	.685
64	.207	.380	.464				.495	.698	.788
128	.387	.583	.727				.185	.327	.426
Mean	.664	.779	.826	.598	.750	.820	.537	.676	.741

Source: SECEX 2000, manufacturing firms and their manufactured products.

Note: Products at the Harmonized-System 6-digit level. Share of top-two (top-three) products for firms with exporter scope of at least two (three) products.

Table 7.11: Worldwide Exports by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.934 (.136)									
2 products	1.284 (.224)	.192 (.054)								
3 products	1.409 (.368)	.219 (.034)	.062 (.015)							
4 products	2.143 (.344)	.422 (.072)	.147 (.031)	.034 (.007)						
5 products	2.398 (.399)	.636 (.122)	.247 (.054)	.072 (.016)	.027 (.008)					
6 products	3.610 (1.510)	1.410 (.713)	.195 (.053)	.073 (.014)	.026 (.007)	.005 (.0009)				
7 products	2.213 (.350)	.657 (.117)	.232 (.048)	.102 (.026)	.040 (.011)	.022 (.008)	.008 (.005)			
8 products	2.062 (.388)	.567 (.117)	.190 (.037)	.069 (.014)	.042 (.012)	.026 (.010)	.013 (.005)	.007 (.004)		
9 products	9.116 (4.729)	3.173 (1.739)	1.234 (.708)	.439 (.205)	.131 (.038)	.071 (.025)	.037 (.013)	.017 (.007)	.002 (.0004)	
10 products	3.484 (1.058)	1.134 (.396)	.599 (.237)	.181 (.058)	.111 (.038)	.073 (.027)	.034 (.013)	.018 (.008)	.010 (.005)	.003 (.002)
Avg. varieties ^a	1,422	856	603	454	365	299	253	228	196	168

^aAverage number of exporter products across rows.

Source: *SECEX* 2000, all products and firms, except exporters with scope exceeding ten products. *Note*: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 7.12: Exports to Mercosur by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.209 (.030)									
2 products	.307 (.040)	.035 (.004)								
3 products	.565 (.131)	.115 (.029)	.021 (.004)							
4 products	.555 (.101)	.133 (.020)	.042 (.008)	.012 (.004)						
5 products	.701 (.202)	.139 (.025)	.040 (.007)	.017 (.004)	.004 (.0005)					
6 products	.475 (.091)	.132 (.023)	.063 (.016)	.026 (.007)	.009 (.002)	.003 (.0006)				
7 products	.589 (.090)	.163 (.028)	.082 (.018)	.046 (.013)	.022 (.006)	.009 (.003)	.003 (.0006)			
8 products	.712 (.159)	.274 (.103)	.149 (.064)	.065 (.027)	.036 (.014)	.022 (.010)	.008 (.004)	.004 (.002)		
9 products	2.789 (1.929)	.395 (.141)	.154 (.056)	.085 (.032)	.038 (.013)	.025 (.009)	.010 (.003)	.005 (.002)	.003 (.001)	
10 products	.718 (.164)	.254 (.060)	.136 (.044)	.088 (.030)	.037 (.012)	.023 (.008)	.013 (.006)	.008 (.005)	.005 (.003)	.002 (.001)
Avg. varieties ^a	773	475	335	262	216	177	150	133	125	111

^aAverage number of exporter products across rows.

Source: SECEX 2000, all products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Mercosur includes Argentina, Paraguay, Uruguay. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 7.13: Exports to OECD by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	1.322 (.200)									
2 products	2.171 (.448)	.324 (.084)								
3 products	2.121 (.325)	.610 (.195)	.105 (.023)							
4 products	3.342 (.628)	.716 (.145)	.237 (.065)	.056 (.015)						
5 products	2.149 (.319)	.532 (.087)	.204 (.040)	.063 (.011)	.020 (.006)					
6 products	6.312 (3.025)	2.377 (1.660)	.327 (.077)	.143 (.041)	.040 (.010)	.010 (.002)				
7 products	5.490 (1.419)	1.746 (.490)	.753 (.309)	.217 (.074)	.085 (.032)	.030 (.011)	.012 (.008)			
8 products	8.396 (1.793)	2.735 (.797)	1.366 (.401)	.510 (.145)	.258 (.075)	.095 (.030)	.040 (.014)	.010 (.003)		
9 products	18.919 (10.019)	4.601 (2.425)	3.347 (2.050)	1.317 (.778)	.158 (.052)	.045 (.012)	.016 (.004)	.007 (.002)	.002 (.0006)	
10 products	5.408 (2.451)	1.219 (.591)	.237 (.081)	.093 (.031)	.038 (.011)	.022 (.008)	.011 (.004)	.004 (.002)	.002 (.0008)	.0007 (.0003)
Avg. varieties ^a	775	417	265	181	136	107	92	77	63	54

^aAverage number of exporter products across rows.

Source: SECEX 2000, all products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 7.14: Exports to U.S. by Exporter Scope and Product Rank

					Produc	t rank				
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.822 (.103)									
2 products	1.561 (.287)	.229 (.040)								
3 products	1.344 (.177)	.226 (.028)	.058 (.011)							
4 products	2.209 (.356)	.546 (.147)	.196 (.067)	.050 (.018)						
5 products	1.808 (.315)	.443 (.104)	.141 (.035)	.036 (.008)	.012 (.003)					
6 products	7.244 (3.520)	2.898 (1.773)	.536 (.183)	.333 (.125)	.075 (.032)	.005 (.001)				
7 products	4.290 (1.290)	1.310 (.599)	.760 (.429)	.148 (.049)	.072 (.029)	.035 (.017)	.009 (.006)			
8 products	10.710 (3.828)	1.618 (.463)	.397 (.089)	.157 (.041)	.076 (.022)	.042 (.011)	.015 (.004)	.005 (.001)		
9 products	10.121 (5.005)	3.527 (2.248)	.985 (.456)	.136 (.044)	.068 (.025)	.027 (.013)	.011 (.004)	.005 (.002)	.001 (.0005)	
10 products	7.326 (2.897)	4.070 (2.140)	1.473 (.888)	.392 (.178)	.265 (.160)	.138 (.097)	.104 (.085)	.024 (.017)	.005 (.003)	.001 (.0007)
Avg. varieties ^a	448	217	133	88	65	51	43	35	28	24

^aAverage number of exporter products across rows.

Source: *SECEX* 2000, all products and firms, except exporters with scope exceeding ten products. *Note*: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 7.15: Exports to Argentina by Exporter Scope and Product Rank

					Produ	ct rank				
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.263 (.040)									
2 products	.366 (.050)	.042 (.005)								
3 products	.652 (.167)	.152 (.040)	.025 (.005)							
4 products	.921 (.228)	.146 (.023)	.049 (.009)	.015 (.005)						
5 products	.644 (.094)	.190 (.034)	.058 (.011)	.029 (.008)	.007 (.001)					
6 products	.576 (.143)	.210 (.041)	.101 (.032)	.042 (.014)	.017 (.005)	.005 (.001)				
7 products	.921 (.212)	.397 (.147)	.163 (.057)	.062 (.021)	.031 (.011)	.015 (.007)	.003 (.0006)			
8 products	1.151 (.401)	.411 (.120)	.244 (.093)	.141 (.052)	.073 (.024)	.032 (.010)	.016 (.006)	.007 (.004)		
9 products	4.583 (3.866)	.148 (.033)	.069 (.017)	.033 (.010)	.021 (.006)	.014 (.005)	.007 (.003)	.003 (.001)	.001 (.0004)	
10 products	1.157 (.348)	.405 (.123)	.189 (.079)	.115 (.053)	.053 (.023)	.032 (.017)	.022 (.013)	.014 (.009)	.008	.004 (.003)
Avg. exp. varieties ^a	541	320	222	169	133	107	96	76	61	53

^aAverage number of exporter products across rows.

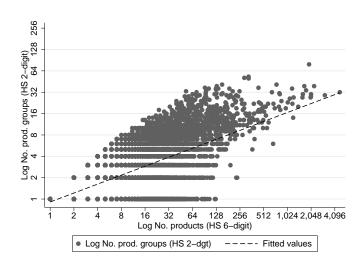
Source: *SECEX* 2000, all products and firms, except exporters with scope exceeding ten products. *Note*: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 7.16: Concentration of Exports in HS 2-digit Product Groups

		Firms with # Products, or more							
	2	4	8	16	32	64	128		
# of Firms	11,257	7,351	4,496	2,504	1,286	557	229		
Share Firms with Single Prod. Grp.	.457	.330	.228	.134	.061	.032	.000		
Mean # Product Groups	8.103	9.328	10.935	13.086	15.803	19.374	22.865		
Median # Product Groups	5	6	8	10	13	16	19		
Share Top ranked Product Group	.887	.859	.831	.799	.764	.744	.739		
Share 2nd ranked Product Group	.152	.142	.137	.134	.139	.138	.138		
Share 3rd ranked Product Group	.055	.055	.053	.053	.052	.052	.048		
Share 4th ranked Product Group	.029	.029	.028	.028	.027	.029	.025		
Share 5th ranked Product Group	.018	.018	.018	.018	.016	.016	.014		

Source: SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level. Product-group shares in worldwide sales.



Source: SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level.

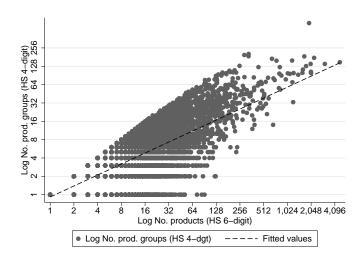
Figure 7.15: Worldwide 2-digit Product-group Count and Scope Association

Table 7.17: Concentration of Exports in HS 4-digit Product Groups

Firms with # Products, or more 2 4 16 32 64 128 # of Firms 229 11,257 7,351 4,496 2,504 1,286 557 Share Firms w/ Single Prd. Grp. .096 .050 .000 .278 .014 .005 .166 Mean # Product Groups 111.901 33.656 37.273 42.529 50.375 61.802 82.576 Median # Product Groups 75 12 16 20 26 35 52 .803 .581 Share Top ranked Product Group .757 .717 .674 .620 .591 Share 2nd ranked Product Group .179 .172 .166 .162 .169 .165 .155 .075 Share 3rd ranked Product Group .075 .073 .072 .071 .071 .073 Share 4th ranked Product Group .039 .039 .043 .042 .039 .040 .040 Share 5th ranked Product Group .025 .025 .025 .026 .026 .027 .026

Source: SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level. Product-group shares in worldwide sales.



Source: SECEX 2000, all products and firms.

Note: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level.

Figure 7.16: Worldwide 4-digit Product-group Count and Scope Association

Table 7.18: Total Exports Decompositions at the Firm Level

	Log#			Log Expor	rts/product		
OLS	Products	# ≥ 1	# ≥ 2	#≥ 3	# ≥ 10	# ≥ 25	# ≥ 100
				World			
Log Total exports	.182 (.003)***	.818 (.003)***	.863 (.004)***	.884 (.004)***	.908 (.007)***	.915 (.009)***	.930 (.019)***
Const.	1.362 (.010)***	-1.362 (.010)***	-1.783 (.011)***	-2.090 (.012)***	-3.141 (.016)***	-3.855 (.022)***	-4.961 (.061)***
Obs. R^2	15,907 .199	15,907 .834	9,396 .853	6,512 .867	1,856 .911	688 .937	85 .965
				Mercosur			
Log Total exports	.239 (.004)***	.761 (.004)***	.815 (.005)***	.843 (.006)***	.888 (.010)***	.913 (.013)***	.950 (.025)***
Const.	1.651 (.016)***	-1.651 (.016)***	-1.987 (.017)***	-2.248 (.017)***	-3.165 (.021)***	-3.852 (.027)***	-4.934 (.065)***
Obs.	8,691	8,691	5,236	3,645	1,075	384	44
R^2	.256	.777	.812	.833	.887	.925	.972
				OECD			
Log Total exports	.118 (.003)***	.882 (.003)***	.923 (.005)***	.941 (.006)***	.939 (.010)***	.931 (.014)***	.936 (.025)***
Const.	.945 (.012)***	945 (.012)***	-1.439 (.013)***	-1.801 (.016)***	-3.050 (.030)***	-3.830 (.040)***	-4.819 (.095)***
Obs.	8,204	8,204	4,208	2,574	509	167	19
R^2	.136	.897	.907	.914	.942	.963	.988
				non-OECD			
Log Total exports	.218 (.004)***	.782 (.004)***	.827 (.004)***	.852 (.005)***	.896 (.008)***	.899 (.011)***	.928 (.023)***
Const.	1.525 (.013)***	-1.525 (.013)***	-1.920 (.013)***	-2.210 (.014)***	-3.164 (.018)***	-3.875 (.024)***	-4.998 (.068)***
Obs.	12,326	12,326	7,265	5,009	1,527	565	70
R^2	.238	.801	.825	.842	.892	.923	.958

Source: SECEX 2000, all products and firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Firm ω 's total exports $t_d(\omega)$ to destination market d can be decomposed into: $G_d(\omega)$ $a_d(\omega)$, where $G_d(\omega)$ is the exporters' average number of products shipped to destination d (the average scope of the exporter at the destination), and $a_d(\omega)$ are the exporter's average sales per product in destination country d (the scale of the exporter's average product). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.19: Exporter Scale and Exporter Scope Correlations

	F: 1 . a			1 . h	T.		1 1
	Firm data ^a		destination			destination-go	
Log Exp./prod.	Ind. FE	Ind. FE	Ind. & dest. FE	Firm & dest. FE	Firm & dest. FE	Ind., prd. & dest. FE	Firm, prd. & dest. FE
	(1)					(6)	
	(1)	(2)	(3)	(4)	(5)	(0)	(7)
				orld			
Log # Products	.269	.006	.029	.244	1.088	.596	.916
	(.017)***	(.010)	(.010)***	(.012)***	(.011)***	(.012)***	(.012)***
Obs.	14,691	60,529	60,529	62,842	107,296	103,028	107,296
R^2	.018	5.28e-06	.066	.120	.122	.175	.208
Corr. Firm FE, $X'\beta$				158	183		124
			Mer	cosur			
Log # Products	.152	.064	.070	.185	1.229	.716	1.133
C	(.020)***	(.017)***	(.016)***	(.029)***	(.020)***	(.020)***	(.021)***
Obs.	8,269	12,469	12,469	12,956	27,917	26,751	27,917
R^2	.007	.001	.070	.295	.189	.173	.258
Corr. Firm FE, $X'\beta$				131	222		174
			OI	ECD			
Log # Products	.316	.223	.159	.491	1.195	.604	1.005
	(.031)***	(.022)***	(.022)***	(.026)***	(.027)***	(.027)***	(.027)***
Obs.	7,594	20,650	20,650	21,674	30,926	29,484	30,926
\mathbb{R}^2 within	.014	.005	.035	.138	.103	.156	.216
Corr. Firm FE, $X'\beta$				239	283		206
			non-	OECD			
Log # Products	.232	031	015	.163	1.107	.610	.936
8	(.018)***	(.011)***	(.011)***	(.013)***	(.012)***	(.013)***	(.013)***
Obs.	11,557	39,086	39,086	40,349	75,318	72,535	75,318
R^2	.016	.0002	.061	.122	.138	.178	.224
Corr. Firm FE, $X'\beta$				196	228		166

^aAggregation: worldwide exports by firm.

Source: SECEX 2000, all products and firms.

Note: Mercosur includes Argentina, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level; product-group fixed effects at the Harmonized-System 2-digit level. Industry fixed effects at the CNAE two-digit level. Constant not reported. R^2 is within fit for firm FE regressions. Correlation coefficient between firm fixed effects and all other predictors (including destination and product fixed effects). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

^bAggregation: exports by firm and destination.

^cAggregation: exports by firm, destination, product group (Harmonized System 2-digit level).

Table 7.20: Correlates of Firm Effects on Exporter Scale and Exporter Scope

		Eff. on Exp	orter Scale od. regressions		Eff. on Expo	
	Firm FE only	Firm FE & scope	Firm & dest. FE, & scope	Firm FE only	Firm FE & scale	Firm & dest. FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Log ww. # Products	.150	117	010	.729	.720	.721
	(.006)***	(.006)***	(.007)	(.003)***	(.004)***	(.004)***
Log ww. Exp./prod.	.904	.895	.873	.026	027	003
	(.004)***	(.004)***	(.005)***	(.002)***	(.002)***	(.002)
Log ww. # Dest.	969	847	625	333	276	195
	(.007)***	(.008)***	(.009)***	(.004)***	(.004)***	(.005)***
No OECD exp.	004	040	.553	.099	.099	.004
	(.016)	(.018)**	(.021)***	(.010)***	(.010)***	(.011)
Log OECD Exp. ^a	.004	.005	002	003	003	005
	(.003)	(.004)	(.004)	(.002)	(.002)	(.002)**
No Mercosur exp.	052	062	.089	.027	.030	.331
	(.016)***	(.018)***	(.021)***	(.010)***	(.010)***	(.011)***
Log Mercosur Exp. ^a	.014	.014	.022	.002	.001	004
	(.003)***	(.004)***	(.004)***	(.002)	(.002)	(.002)
Log # dom. Plants	014	018	0003	.010	.011	.015
	(.008)*	(.009)**	(.010)	(.005)**	(.005)**	(.005)***
Log # dom. Loc.	.035	.045	.032	028	030	029
	(.008)***	(.009)***	(.011)***	(.005)***	(.005)***	(.006)***
Log Employment	006	00003	0005	016	016	019
	(.003)**	(.003)	(.004)	(.002)***	(.002)***	(.002)***
High sch. educ. wf.	075	066	101	025	021	024
	(.018)***	(.019)***	(.023)***	(.011)**	(.011)*	(.012)**
College educ. wf.	.051	.126	005	204	207	216
	(.025)**	(.028)***	(.032)	(.015)***	(.016)***	(.017)***
Obs. R^2	14,691	14,691	14,691	14,691	14,691	14,691
	.927	.917	.883	.833	.832	.806

^aLog of nonzero exports, times indicator of nonzero exports (one less *no*-exports indicator). Sources: RAIS and SECEX 2000, all products and firms.

Note: Aggregation to exports by firm and destination. Regressions of firm fixed effects on firm-level predictors, where firm fixed effects on export scale in column 1 are from a firm fixed effects regression with no additional controls, in column 2 from a firm fixed effects regression controlling for scope (log # products) and in column 3 from a firm fixed effects regression controlling for scope and destination fixed effects (see column 3 in Table 7.19). Firm fixed effects on exporter scope in column 4 are from a firm fixed effects regression with no additional controls, in column 5 from a firm fixed effects regression controlling for scale (log exports/product) and in column 6 from a firm fixed effects regression controlling for scale and destination fixed effects. Worldwide number of products at the Harmonized-System 6-digit level. Domestic Brazilian locations counted at the municipality level. Workforce characteristics in shares of total employment. White-collar, blue-collar employment (insignificant at ten-percent level) and constant not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.21: Correlates of Destination Effects on Exporter Scale and Exporter Scope

		on Eff. on Ex Exports/prod	•	Destination Eff. on Exp. Scope from Log # Products regressions			
	Dest. FE	Dest. FE	Firm & dest.	Dest. FE	Dest. FE	Firm & dest.	
	only	& scope	FE, & scope	only	& scale	FE, & scale	
	(1)	(2)	(3)	(4)	(5)	(6)	
Mean Log Market size	.085	.088	.022	024	021	.008	
	(.050)*	(.050)*	(.033)	(.015)*	(.014)	(.012)	
Log Population	.217	.213	.329	.018	.020	.019	
	(.072)***	(.071)***	(.047)***	(.018)	(.018)	(.015)	
Log GDP per cap.	.146	.138	.295	013	012	.026	
	(.073)**	(.072)*	(.048)***	(.019)	(.019)	(.016)	
Log Distance	.003	031	537	181	182	231	
	(.206)	(.203)	(.134)***	(.053)***	(.052)***	(.045)***	
Common borders	548	547	328	.073	.065	.213	
	(.389)	(.385)	(.253)	(.100)	(.098)	(.084)**	
Common language	603	602	.240	.111	.096	.092	
	(.367)	(.363)*	(.238)	(.107)	(.105)	(.090)	
Const.	-10.002	-9.556	-7.570	2.429	2.237	1.870	
	(1.899)***	(1.877)***	(1.232)***	(.507)***	(.495)***	(.427)***	
Obs. R^2	90	90	90	92	92	92	
	.466	.464	.692	.400	.383	.515	

Source: SECEX 2000, all products and firms.

Note: Aggregation to exports by firm and destination. Regressions of destination fixed effects on destination-level predictors, where destination fixed effects on exporter scale in column 1 are from a destination fixed effects regression with no additional controls, in column 2 from a destination fixed effects regression controlling for scope (log # products, see column 2 in Table 7.19) and in column 3 from a destination fixed effects regression controlling for scope and firm fixed effects (see column 3 in Table 7.19). Destination fixed effects on exporter scope in column 4 are from a destination fixed effects regression with no additional controls, in column 5 from a destination fixed effects regression controlling for scale (log exports/product) and in column 6 from a destination fixed effects regression controlling for scale and firm fixed effects. Mean log market size is average sectoral absorption over *ISIC rev.* 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.22: Correlates of Product Effects on Exporter Scale and Exporter Scope

		et Eff. on Ex g Exports/pr	porter Scale od. regressions	Product Eff. on Exporter Scope from Log # Products regressions			
	Prod. FE	Prod. FE	Firm, dst. & prd.	Prod. FE	Prod. FE	Firm, dst. & prd.	
	only	& scope	FE, & scope	only	& scale	FE, & scale	
	(1)	(2)	(3)	(4)	(5)	(6)	
Comparative adv.	.519	.520	.118	0008	013	.042	
	(.124)***	(.124)***	(.116)	(.015)	(.015)	(.019)**	
Reference priced	-1.115	-1.076	-2.494	108	082	059	
	(.909)	(.906)	(.848)***	(.110)	(.111)	(.139)	
Differentiated	-1.743	-1.724	-1.963	053	013	.012	
	(.842)**	(.840)**	(.786)**	(.102)	(.102)	(.129)	
Log ww. # Dest.	-2.050	-2.108	-1.472	.162	.208	.113	
	(.902)**	(.899)**	(.841)*	(.110)	(.110)*	(.138)	
No OECD imp.	-16.785	-17.153	-1.746	1.015	1.396	668	
	(12.314)	(12.280)	(11.488)	(1.496)	(1.498)	(1.882)	
Log OECD Imp. ^a	.370	.348	.392	.062	.053	.072	
	(.251)	(.250)	(.234)*	(.030)**	(.031)*	(.038)*	
No Mercosur imp.	-2.358	-2.329	-1.439	079	025	374	
	(2.254)	(2.247)	(2.102)	(.274)	(.274)	(.344)	
Log Mercos. Imp. ^a	.109	.107	005	.005	.003	.028	
	(.228)	(.227)	(.212)	(.028)	(.028)	(.035)	
Const.	5.816	5.966	.317	411	544	097	
	(4.822)	(4.809)	(4.498)	(.586)	(.587)	(.737)	
Obs. R^2	96	96	96	96	96	96	
	.386	.397	.164	.341	.389	.323	

^aLog of nonzero imports, times indicator of nonzero imports (one less *no*-imports indicator).

Source: SECEX 2000, all products and firms.

Note: Aggregation to exports by firm, destination, product group (Harmonized System 2-digit level). Regressions of product fixed effects at the Harmonized-System 2-digit level on product-level predictors, where product fixed effects on exporter scale in column 1 are from a product fixed effects regression with no additional controls, in column 2 from a product fixed effects regression controlling for scope (log # products) and in column 3 from a product fixed effects regression controlling for scope as well as destination and firm fixed effects (see column 6 in Table 5.21). Product fixed effects on exporter scope in column 4 are from a product fixed effects regression with no additional controls, in column 5 from a product effects regression controlling for scale (log exports/product) and in column 6 from a product fixed effects regression controlling for scale as well as destination and firm fixed effects. Balassa (1965) comparative-advantage for Brazil from UN Comtrade trade data for 2000 at the *ISIC Rev.* 2 level: product h's comparative advantage is $BADV_h \equiv [T_h^{\rm Brazil}]/\sum_k T_k^{\rm Brazil}]/[T_h^{\rm World}]/\sum_k T_k^{\rm World}]$, where T_h are worldwide exports. Products classification by degree of differentiation from Rauch (1999), conservative definition, revision 2 (2007): share of Harmonized-System 6-digit products at the Harmonized-System 2-digit level; omitted benchmark category is homogeneous products (traded on an organized exchange). Worldwide product-group imports exclude Brazil as importer and exporter. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.23: Conditional Exporter Scale and Exporter Scope Correlations

Log Exp./prod.		World		Mercosur	OECD	non-OECD
Log Exp./prod.	(1)	(2)	(3)	(4)	(5)	(6)
Log # Products	.439 (.088)***	.741 (.057)***	.412 (.068)***	007 (.177)	.486 (.156)***	.087 (.078)
Squared Log # Products	.224 (.139)	332 (.065)***	332 (.065)***	009 (.180)	.054 (.182)	221 (.070)***
Cubic Log # Products	274 (.074)***	.044 (.023)*	.038 (.023)	038 (.066)	148 (.071)**	.040 (.024)*
Quartic Log # Products	.070 (.016)***	.0004 (.002)	.001 (.002)	.009 (.007)	.022 (.008)***	0009 (.003)
Pentic Log # Products	005 (.001)***					
Log # Prd.×Log ww. # Dst.			.086 (.017)***	.156 (.046)***	.035 (.040)	.086 (.019)***
Log # Prd.×Log Empl.			.025 (.006)***	017 (.018)	.054 (.015)***	.020 (.007)***
Log # Prd.×Coll. ed. wf.			097 (.062)	.219 (.161)	211 (.140)	.007 (.072)
Obs. R^2 Corr. Firm FE, $X'\beta$	62,842 .124 151	62,842 .124 151	60,529 .128 088	12,469 .304 097	20,650 .149 175	39,879 .127 126
F statistic: Zero Firm FE	4.318***	4.316***	4.143***	2.916***	3.633***	3.826***

Sources: RAIS and SECEX 2000, all products and firms.

Note: Aggregation to exports by firm and destination. Regressions controlling for firm and destination fixed effects (expanding regression (4) in Table 7.19). Worldwide number of products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 7.24: Individual Product Sales Regressions

			Dest. &	Dest. &
Log Sales	OLS	Dest. FE	Ind. FE	Firm FE
	(1)	(2)	(3)	(4)
Log # Products	1.100 (.006)***	1.142 (.006)***	1.295 (.006)***	1.486 (.007)***
Log Product Rank	-2.309 (.006)***	-2.342 (.006)***	-2.429 (.006)***	-2.478 (.007)***
Obs. Panels	224,952	224,952	216,628 478	224,952 15,907
$R^2 (R^2 \text{ within})^a$.461	.505	.488	.577

 $^{^{}a}R^{2}$ is within fit for industry and firm FE regressions in columns 3 and 4.

Sources: SECEX 2000, all products and firms.

Note: Individual export sales by product, firm and destination. Products at the Harmonized-System 6-digit level. Industry fixed effects at the *CNAE* two-digit level. Constant and destination fixed effects not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

8 Chilean Manufacturing Firms and Products

Table 8.1: Sample Characteristics by Destination

	World	Mercosur	OECD	non-OECD	USA	Argentina
	(1)	(2)	(3)	(4)	(5)	(6)
# of Observations (MNH)	37,183	7,491	8,998	28,185	3,488	4,999
# of Destinations (N)	140	3	23	117	1	1
Regional share in Tot. exports	1.000	.057	.560	.440	.156	.048
		Firms				
# of Firms (M)	4,099	1,642	1,862	3,226	1,137	1,353
Median Total exports (T_{md})	.038	.030	.040	.035	.039	.031
Median Exporter scope (G_{md})	2	2	1	2	1	2
Median Avg. Exp. scale (a_{md})	.014	.013	.022	.013	.022	.015
Mean Total exports (\bar{t}_d)	2.779	.393	3.428	1.553	1.559	.404
Mean Exporter scope (\bar{G}_d)	5.454	3.941	3.288	5.471	3.068	3.695
Mean Avg. Exp. scale (a_d)	.510	.100	1.043	.284	.508	.109
Shares in Total exports						
Single-prod. firms	.041	.169	.102	.098	.096	.180
Multi-prod. firms' top product	.715	.598	.692	.640	.673	.600
Multi-prod. firms' other prod.	.243	.233	.205	.262	.231	.220
		Varieties				
# of Varieties (MH)	22,356	6,471	6,122	17,650	3,488	4,999
Median Variety sales	.002	.003	.004	.002	.004	.003
Mean Variety sales	.510	.100	1.043	.284	.508	.109

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products

Note: Aggregate regions (world, Mercosur, OECD, non-OECD) treated as single destinations, collapsing product shipments to different countries into single product shipment. The worldwide average number of products across destination countries is 2.909, for instance, but 5.454 for the world as single destination. Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Exports in US\$ million fob. Mean average exporter scale (a_d) is the scope-weighted arithmetic mean of exporters' average exporter scales.

Table 8.2: Top 25 Export Products

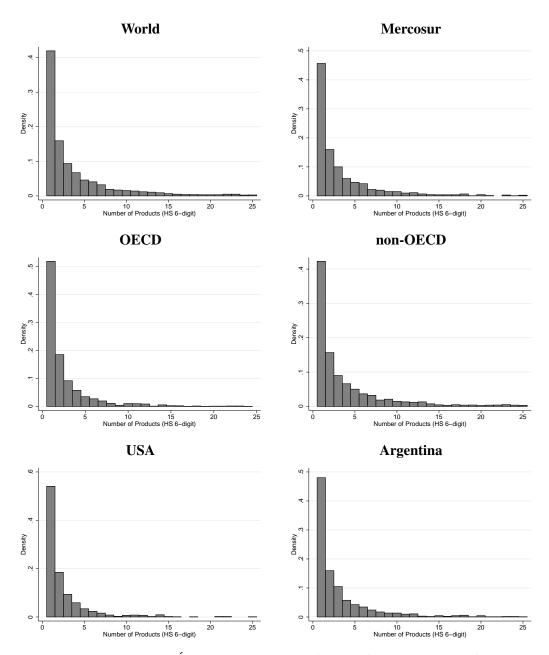
Rank	Product	Exports (US\$ mill.)	Share in tot. exports (%)	# of Dest.
1.	Refined copper cathodes and sections of cathodes	3,688	32.4	33
2.	Chemical woodpulp, soda etc. n dis s bl & bl conif	685	6.0	32
3.	Wine, fr grape nesoi & gr must w alc, nov 2 liters	497	4.4	83
4.	Copper ores and concentrates	347	3.0	13
5.	Methanol (methyl alcohol)	297	2.6	12
6.	Unrefnd cppr; cppr anods f elctroltc refining	293	2.6	9
7.	Coniferous wood sawn, sliced etc, over 6 mm thick	291	2.6	45
8.	Gold, nonmonetary, unwrought nesoi	266	2.3	5
9.	Unwrought refined copper nesoi	254	2.2	13
10.	Oil (not crude) from petrol & bitum mineral etc.	173	1.5	18
11.	Chem woodpulp, soda etc, n dis s bl & bl nonconif	171	1.5	21
12.	Flour meal & pellet of fish crustaceans etc inedib	148	1.3	52
13.	Iodine	146	1.3	23
14.	Chem wdpulp sulfate ex disslvng gr conif, unbleach	129	1.1	24
15.	Wood, tongued, grooved, molded etc, coniferous	115	1.0	17
16.	Molybdenum ores and concentrates roasted	115	1.0	17
17.	Newsprint, in rolls or sheets	102	.9	15
18.	Silver, unwrought nesoi	90	.8	9
19.	Potassium nitrate	87	.8	26
20.	Ash and residues nesoi, containing metals nesoi	83	.7	8
21.	Mtr veh trans gds spk ig in c p eng, gvw nov 5 mtn	83	.7	8
22.	Food preparations nesoi	81	.7	38
23.	Wine, fr grape nesoi & gr must with alc, nesoi	74	.6	40
24.	Doors and their frames and thresholds, of wood	64	.6	15
25.	Fish, prepared or preserved, whole or pieces nesoi	61	.5	52

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.

Table 8.3: Top 25 Export Destinations

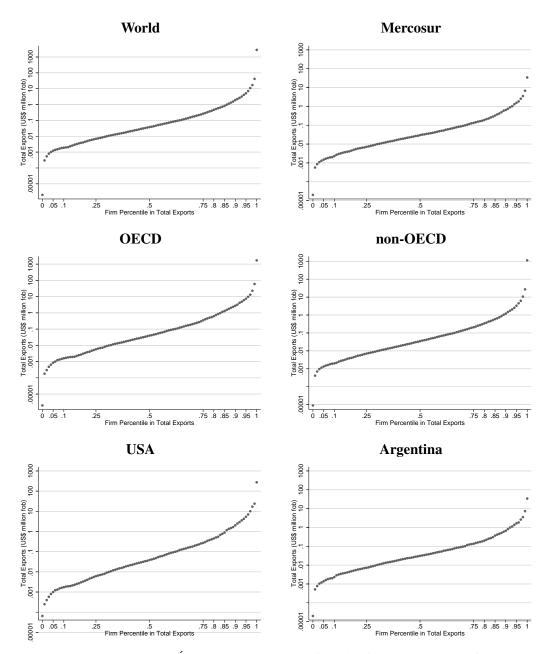
		Exports	Share in tot.	# of
Rank	Destination	(US\$ mill.)	exports (%)	Products
1.	USA	1,772	15.6	1,211
2.	UK	947	8.3	201
3.	Japan	770	6.8	205
4.	Italy	711	6.2	281
5.	China	710	6.2	94
6.	Brazil	706	6.2	740
7.	Mexico	669	5.9	741
8.	Argentina	547	4.8	1,677
9.	Korea Rep.	536	4.7	81
10.	France Monaco	524	4.6	269
11.	Belgium-Luxembourg	369	3.2	172
12.	Peru	365	3.2	1,718
13.	Netherlands	310	2.7	150
14.	Germany	258	2.3	382
15.	Colombia	190	1.7	606
16.	Venezuela	180	1.6	601
17.	Spain	169	1.5	387
18.	Bolivia	159	1.4	1,714
19.	Ecuador	139	1.2	658
20.	Canada	121	1.1	288
21.	Saudi Arabia	115	1.0	19
22.	Switzerland, Liechtenstein	105	.9	112
23.	Turkey	75	.7	35
24.	Indonesia	69	.6	27
25.	Uruguay	54	.5	715

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Export values in US\$ million fob. Products at the Harmonized-System 6-digit level.



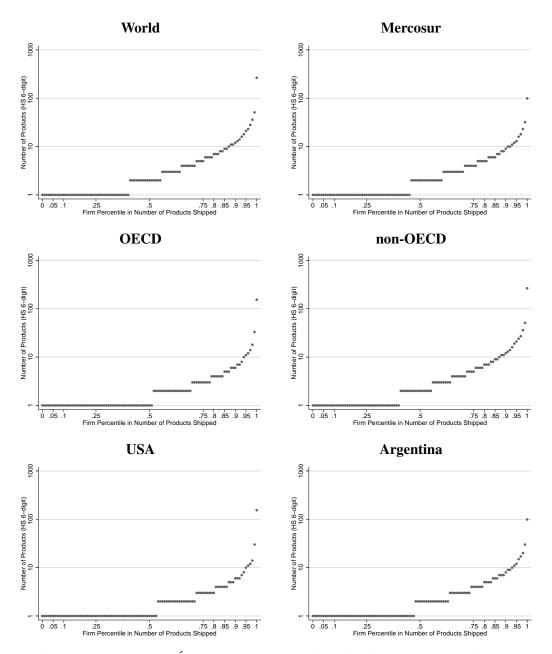
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members of the OECD in 1990. Products at the Harmonized-System 6-digit level.

Figure 8.1: Exporter Scope Distribution for Up to 25 Products



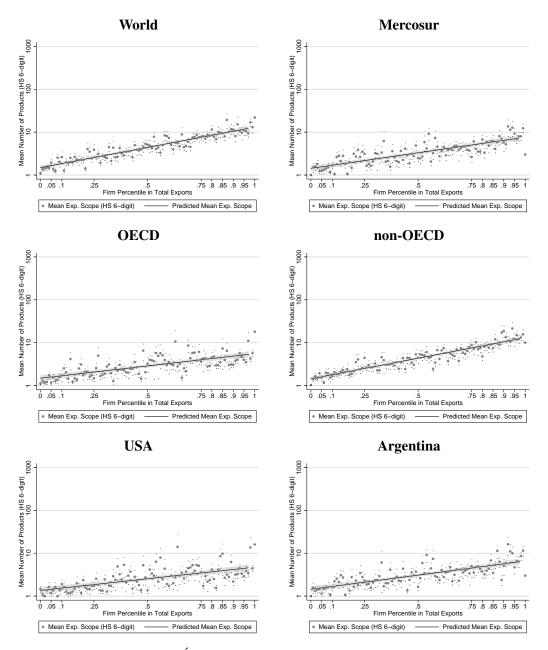
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

Figure 8.2: Total Saless Distribution



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.

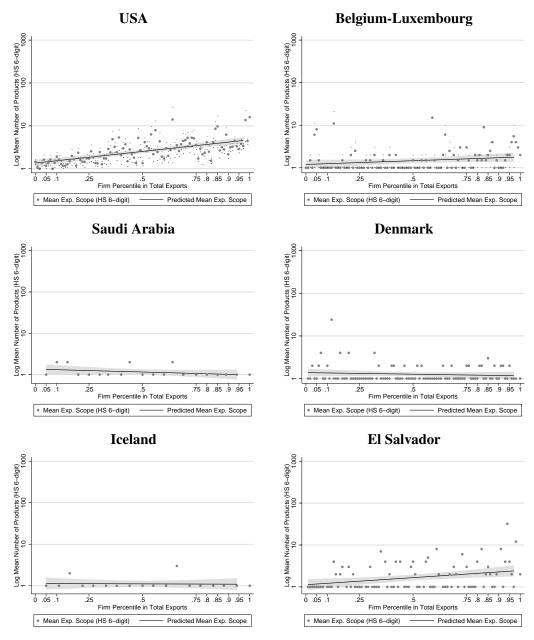
Figure 8.3: Exporter Scope Distribution



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile,

Figure 8.4: Exporter Scope and Total Exports Distribution

up to the 98th percentile, with a 95-percent confidence band around.



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products

Note: Selection of the six countries at the fiftieth through hundredth percentiles among Chile's top 100 export destinations (El Salvador, Iceland, Denmark, Saudi Arabia, Belgium-Luxembourg, USA). Products at the Harmonized-System 6-digit level. Large circles depict the mean number of products by percentile, small dots above and below indicate a one-standard-error deviation. Fitted line from an ordinary least squares regression of the mean number of products on the percentile, up to the 98th percentile, with a 95-percent confidence band around.

Figure 8.5: Exporter Scope and Total Exports Distribution by Country

Table 8.4: Correlations between Local and Worldwide Total Exports Percentiles

		Spearman's	Local	on world	Local, firm FE corr. coeff.	
Local and	Corr.	rank corr.	regress	ion coeff.		
World pctl.	coeff.	coeff.	OLS	Dest. FE	Dest. & firm FE	
	(1)	(2)	(3)	(4)	(5)	
Coefficient	.602	.596	.648	.752	.715	
p value ^{a}	0	0	0	0	0	
Obs.	12,785	12,785	12,785	12,785	12,785	
# Dest.				140	139	
Panels					4,099	

^aNull hypothesis: Coefficient is zero.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Aggregation to exports by firm and destination. Percentiles in discrete numbers. Unconditional and Spearman's rank correlation coefficients in columns 1 and 2. Regression coefficients of local total-exports percentiles on a firm's worldwide total-exports percentile in columns 3 (OLS with constant) and 4 (destination FE regression). In column 5, correlation coefficient between local total-exports percentiles and the firm-fixed effect from a local total-exports percentile regression on firm and destination fixed effects.

Table 8.5: Exporter Scope and Local Total-Exports Percentile Correlations

				Dest. &
Log # Products	OLS	Firm FE	Dest. FE	Firm FE
	(1)	(2)	(3)	(4)
Log Local total-exp. percentile	.224 (.008)***	.338 (.009)***	.228 (.007)***	.299 (.009)***
Constant	.774 (.010)***	.886 (.010)***	.806 (.023)***	.913 (.023)***
Observations Panels	12,427	12,427 4,091	12,427	12,427 4,091
$R^2 (R^2 \text{ within})^a$.063	.156	.154	.212

 $^{{}^{}a}R^{2}$ is within fit for firm FE regressions in columns 2 and 4.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Aggregation to exports by firm and destination. Products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 8.6: Correlates of Destination Effects on Exporter Scope

Log # Products	Unc	conditional S	cope	Scope Dest. FE (Table 8.5, col. 3)		
	(1)	(2)	(3)	(4)	(5)	(6)
Mean Log Market size			.044 (.011)***			020 (.015)
Log Population		.028 (.015)*	016 (.015)		.011 (.011)	.040 (.021)*
Log GDP per cap.		008 (.025)	056 (.028)**		034 (.013)**	001 (.023)
Log GDP	.015 (.017)			007 (.010)		
Log Distance	105 (.038)***	104 (.035)***	138 (.034)***	080 (.060)	093 (.059)	158 (.072)**
Common borders	.186 (.078)**	.178 (.070)**	.200 (.066)***	.283 (.166)*	.248 (.162)	.128 (.187)
Common language	.148 (.034)***	.132 (.034)***	.086 (.045)*	.199 (.083)**	.193 (.081)**	.132 (.091)
Observations R^2	12,202 .067	12,202 .068	10,503 .071	132 .228	132 .274	91 .347

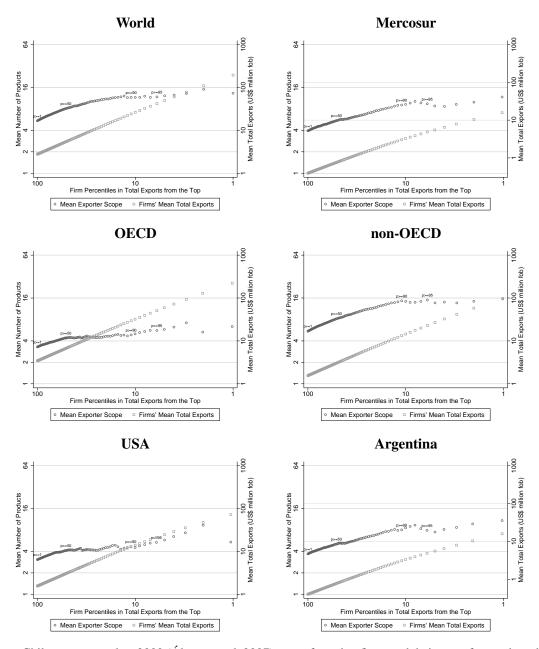
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Aggregation to exports and exporter scope by firm and destination. Regressions of exporter scope (columns 1 through 3) and of destination fixed effects (columns 4 through 6) on destination-level predictors, where latter destination fixed effects in exporter scope are from a destination fixed effects regression controlling for the firm's local total-exports percentile (column 3 in Table 8.5). Mean log market size is average sectoral absorption over *ISIC rev. 2* industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent. Clustered standard errors at destination level in columns 1 through 3.

Table 8.7: Exporter Scope Distribution by Destination

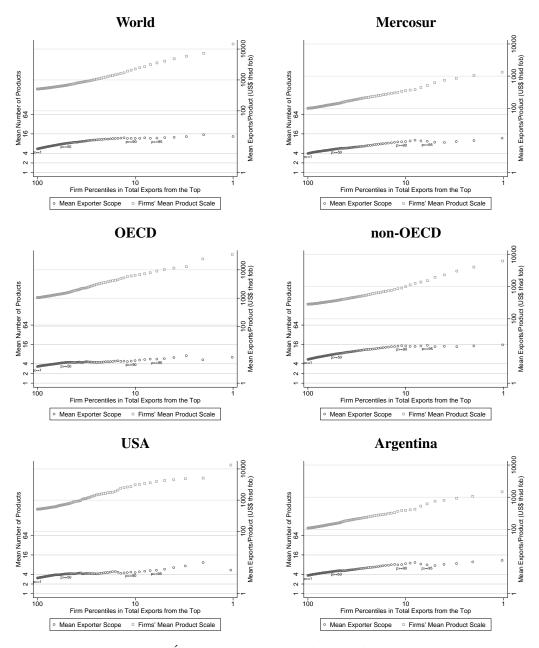
	World	Mercosur	OECD	non-OECD	USA	Argentina
Percentile	(1)	(2)	(3)	(4)	(5)	(6)
00	1	1	1	1	1	1
05	1	1	1	1	1	1
10	1	1	1	1	1	1
25	1	1	1	1	1	1
50	2	2	1	2	1	2
75	5	4	3	5	3	4
80	7	5	4	7	3	5
85	9	6	5	9	4	6
90	12	9	6	12	6	8
95	21	13	11	21	10	12
99	51	32	33	51	30	30
100	265	99	154	265	154	99

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level.



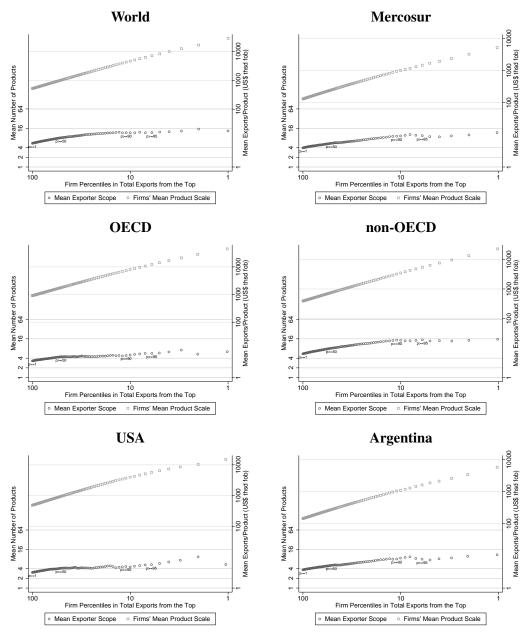
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 8.6: Average Scope, Total Exports and the Total Exports Distribution



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 8.7: Average Scope, Average Scale and the Total Exports Distribution

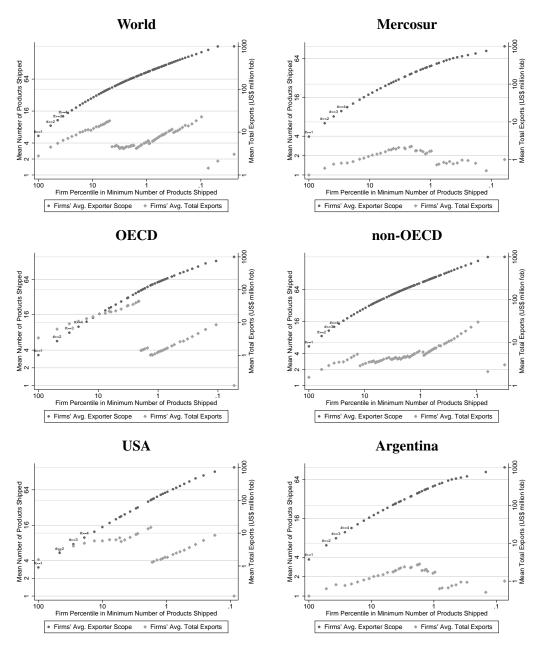


Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Average scale is unweighted mean exporter scale. Mercosur includes Argentina, Brazil, Paraguay, Uruguay: OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Productions of the production o

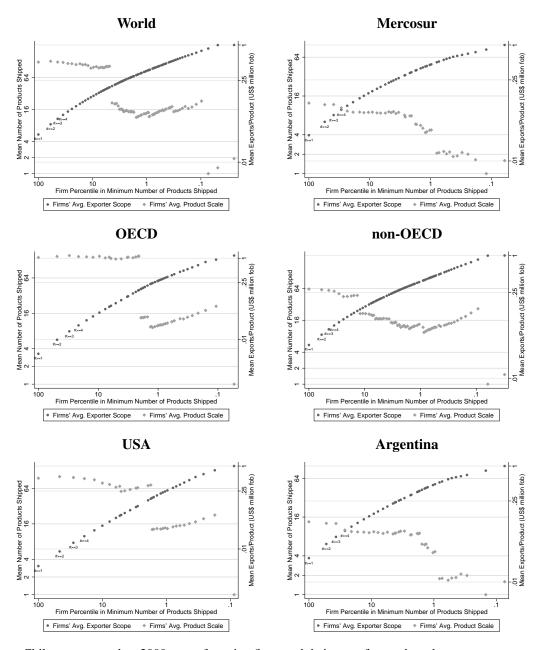
Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters; at the next percentile are exporter observations with shipments in the top 99 percentiles; up to the right-most observations with exporters whose shipments are in the top percentile.

Figure 8.8: Average Scope, Unweighted Average Scale and the Total Exports Distribution



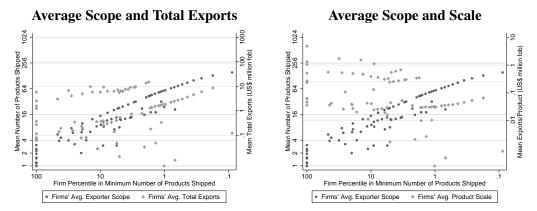
Source: Chilean customs data 2000, manufacturing firms and their manufactured products. Note: Mean total exports are the average over firms' total exports at a percentile in a destination. Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

Figure 8.9: Average Scope, Total Exports and the Exporter Scope Distribution



Source: Chilean customs data 2000, manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level. Leftmost observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

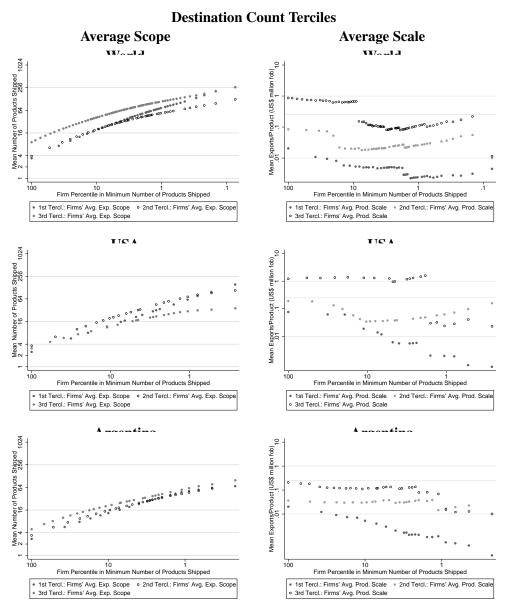
Figure 8.10: Average Scope, Average Scale and the Exporter Scope Distribution



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured prod-

ucts. *Note*: Selection of the eleven countries at the first and every tenth percentile among Chile's top 100 export destinations (Armenia, Suriname, Zimbabwe, Bangladesh, Nicaragua, El Salvador, Iceland, Denmark, Saudi Arabia, Belgium-Luxembourg, USA). Products at the Harmonized-System 6-digit level. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter who ships the largest number of products to the destination.

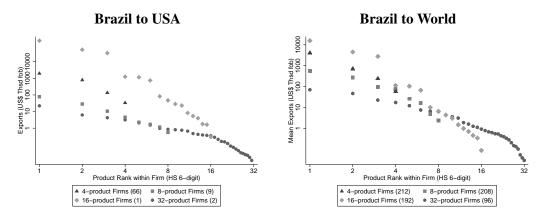
Figure 8.11: Average Scope, Scale and Exporter Distributions Across Countries



Sources: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Average scale is scope-weighted mean exporter scale. Products at the Harmonized-System 6-digit level. Firms by tercile of worldwide number of destinations. Left panel: average scope; right panel: average scale. Left-most observations are all exporters, shipping at least one product to the destination; at the next percentile those exporters that ship at least two products to the destination, and so fourth; up to the right-most exporter

Figure 8.12: Average Scope, Average Scale and the Exporter Distribution by Firm Type

who ships the largest number of products to the destination.



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level. World average from pooling destinations to which firms in a given exporter-scope group ship.

Figure 8.13: Within-firm Sales Distribution

Table 8.8: Product Rank Correlations between Reference Countries and Rest of World

Reference country	US	SA	Arg	entina
Elsewhere	World	OECD	World	non-OECD
	(1)	(2)	(3)	(4)
Corr. coeff.	.488	.591	.744	.753
Spearman's rank corr. coeff.	.567	.667	.660	.679
Obs.	6,481	2,261	7,252	5,957
# Firm-goods	35,980	8,273	35,215	26,332
Share Ref. country & elsewhere	.180	.273	.206	.226
Share Ref. country only	.064	.335	.086	.120
Share Elsewhere only	.756	.392	.708	.654
# Firms	4,099	1,862	4,099	3,226
Share Active in Ref. country	.150	.220	.178	.211

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firms and destinations.

Table 8.9: Overlaps between Reference Countries and Rest of World by Product Rank

Prod.		Rest of	World		OECD, non-OECD			
rank	Overlap	Overlap	#Dest./	#Firms	Overlap	Overlap	#Dest./	#Firms
in Ref.		top prd.	firm			top prd.	firm	
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
		Reference o	ountry: US	A (overlap w	ith Rest of Wor	ld or OECD)		
1	.86	.86	7.7	559	.90	.90	4.2	359
2	.48	.88	10.3	224	.52	.99	4.9	136
4	.42	.68	12.1	71	.45	.86	4.9	39
8	.39	.69	10.8	12	.59	1.13	5.9	7
16	.11	.78	9.00	4	.13	.87	7.50	2
	Refe	rence count	ry: Argenti	i na (overlap v	with Rest of Wor	rld or non-O	ECD)	
1	.84	.84	5.8	654	.86	.86	4.8	604
2	.53	.84	7.1	320	.56	.86	5.8	305
4	.40	.74	8.0	137	.44	.77	6.7	134
8	.29	.75	9.9	46	.33	.81	8.2	44
16	.37	.63	8.9	13	.47	.73	7.3	12
32	.18	.57	14.0	2	.16	.64	12.5	2
64	.11	.11	9.0	1	.13	.13	8.0	1

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Destination counts in columns 3 and 7 are mean numbers of destinations to which firms with at least as many products as reported for a rank ship. Overlap in columns 1 and 5 is the proportion of destinations that a product of reported rank reaches relative to the overall destination counts (in columns 3 and 7). Overlap in columns 2 and 6 is the proportion of destinations that the top-selling product of firms with at least as many products as reported for a rank reaches relative to the overall destination counts (in columns 3 and 7). Products at the Harmonized-System 6-digit level, ranked by decreasing export value within firm in reference country. Sample restricted to firm-products that ship to reference country and at least one other destination.

Table 8.10: Share of Top-selling Products in Total Exports

Scope		USA			Argentina			World	
in Ref.	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3	Top 1	Top 2	Top 3
country	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	1.000			1.000			1.000		
2	.829	1.000		.820	1.000		.821	1.000	
3	.745	.943	1.000	.719	.930	1.000	.755	.943	1.000
4	.691	.887	.968	.683	.896	.975	.693	.894	.970
8	.567	.765	.855	.628	.805	.879	.572	.780	.875
16	.721	.863	.944	.643	.807	.885	.603	.763	.849
32							.369	.550	.664
64	.218	.280	.339				.147	.273	.386
128									
Mean	.662	.769	.814	.642	.772	.832	.577	.715	.784

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level. Share of top-two (top-three) products for firms with exporter scope of at least two (three) products.

Table 8.11: Worldwide Exports by Exporter Scope and Product Rank

		Product rank												
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th				
Single product	.283 (.064)													
2 products	1.521 (.545)	.064 (.016)												
3 products	1.775 (.814)	.091 (.015)	.015 (.003)											
4 products	2.799 (.809)	.499 (.184)	.042 (.011)	.007 (.001)										
5 products	1.999 (.602)	.660 (.279)	.090 (.036)	.032 (.020)	.004 (.001)									
6 products	3.313 (1.616)	.697 (.339)	.275 (.121)	.063 (.022)	.021 (.006)	.009 (.003)								
7 products	1.240 (.355)	.184 (.044)	.088 (.028)	.028 (.007)	.017 (.005)	.007 (.002)	.003 (.0009)							
8 products	4.956 (3.917)	1.881 (1.598)	.222 (.141)	.139 (.102)	.039 (.025)	.010 (.005)	.007 (.004)	.001 (.0005)						
9 products	2.493 (1.076)	.417 (.212)	.121 (.042)	.066 (.018)	.028 (.009)	.017 (.006)	.008 (.003)	.004 (.001)	.001 (.0004)					
10 products	4.972 (3.165)	2.205 (1.421)	.954 (.541)	.257 (.110)	.159 (.074)	.083 (.047)	.034 (.016)	.013 (.006)	.003 (.001)	.0008 (.0004)				
Avg. varieties ^a	360	216	164	134	112	98	83	68	64	61				

^aAverage number of exporter products across rows.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing products and firms, except exporters with scope exceeding ten products. Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 8.12: Exports to Mercosur by Exporter Scope and Product Rank

	Product rank									
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single product	.148 (.041)									
2 products	.160 (.030)	.015 (.003)								
3 products	.485 (.195)	.102 (.049)	.037 (.029)							
4 products	.624 (.316)	.119 (.060)	.019 (.008)	.006 (.003)						
5 products	.408 (.103)	.088 (.022)	.027 (.007)	.007 (.001)	.003 (.0009)					
6 products	.286 (.076)	.066 (.019)	.024 (.007)	.013 (.004)	.004 (.001)	.002 (.0007)				
7 products	.443 (.135)	.092 (.030)	.055 (.021)	.017 (.006)	.011 (.005)	.003 (.001)	.002 (.0009)			
8 products	.364 (.135)	.061 (.022)	.032 (.012)	.011 (.004)	.006 (.002)	.003 (.0008)	.001 (.0004)	.0005 (.0001)		
9 products	.350 (.136)	.116 (.044)	.041 (.013)	.021 (.006)	.011 (.004)	.004 (.001)	.002 (.0006)	.001 (.0003)	.0005 (.0001)	
10 products	.625 (.243)	.187 (.086)	.040 (.012)	.024 (.008)	.018 (.007)	.009 (.003)	.006 (.002)	.003 (.0008)	.002 (.0006)	.001 (.0004)
Avg. varieties ^a	152	86	65	51	43	37	29	27	24	24

^aAverage number of exporter products across rows.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Mercosur includes Argentina, Brazil, Paraguay, Uruguay. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 8.13: Exports to OECD by Exporter Scope and Product Rank

		Product rank											
Exporter scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th			
Single product	.684 (.243)												
2 products	1.391 (.512)	.086 (.016)											
3 products	4.580 (1.595)	.493 (.226)	.022 (.006)										
4 products	3.880 (1.042)	.872 (.495)	.097 (.035)	.028 (.010)									
5 products	4.922 (1.768)	1.422 (.556)	.321 (.127)	.096 (.059)	.010 (.005)								
6 products	1.685 (.508)	.636 (.244)	.156 (.065)	.069 (.028)	.028 (.012)	.015 (.007)							
7 products	9.809 (5.814)	4.584 (2.837)	.516 (.242)	.224 (.118)	.151 (.093)	.092 (.068)	.015 (.007)						
8 products	1.455 (.757)	.678 (.392)	.416 (.300)	.137 (.106)	.082 (.060)	.049 (.044)	.021 (.018)	.017 (.016)					
9 products	26.967 (26.595)	4.052 (3.781)	1.044 (.961)	.099 (.063)	.019 (.016)	.012 (.010)	.010 (.010)	.007 (.006)	.0003 (.0002)				
10 products	9.105 (6.870)	2.489 (1.431)	1.488 (.782)	.330 (.180)	.256 (.149)	.126 (.078)	.063 (.040)	.027 (.017)	.008 (.004)	.004 (.002)			
Avg. varieties ^a	177	90	59	43	33	27	21	16	14	19			

^aAverage number of exporter products across rows.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. OECD includes all OECD members in 1990. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 8.14: Exports to U.S. by Exporter Scope and Product Rank

	Product rank									
Exp. scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single prod.	.280 (.060)									
2 products	1.288 (.362)	.143 (.054)								
3 products	1.875 (.455)	.318 (.100)	.038 (.016)							
4 products	1.963 (.833)	.791 (.427)	.135 (.061)	.034 (.014)						
5 products	4.681 (1.760)	.748 (.295)	.240 (.090)	.075 (.033)	.023 (.011)					
6 products	2.174 (1.382)	1.384 (1.063)	.226 (.137)	.151 (.128)	.104 (.094)	.010 (.006)				
7 products	3.897 (2.134)	1.705 (.843)	.568 (.285)	.164 (.080)	.091 (.047)	.048 (.033)	.024 (.018)			
8 products	.078 (.034)	.028 (.013)	.011 (.005)	.005 (.0009)	.002 (.0004)	.002 (.0003)	.001 (.0003)	.0006 (.0002)		
9 products	31.007 (30.067)	7.165 (6.773)	.082 (.075)	.028 (.026)	.019 (.018)	.017 (.016)	.011 (.011)	.002 (.001)	.0003 (.0002)	
10 products	.467 (.281)	.200 (.163)	.058 (.030)	.037 (.020)	.027 (.017)	.024 (.017)	.017 (.015)	.006 (.005)	.004 (.003)	.0003 (.0002)
Varieties ^a	109	53	34	24	17	13	9	6	5	7

^aAverage number of exporter products across rows.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 8.15: Exports to Argentina by Exporter Scope and Product Rank

					Prod	luct rank				
Exp. scope	1st	2nd	3rd	4th	5th	6th	7th	8th	9th	10th
Single prod.	.154 (.041)									
2 products	.203 (.038)	.018 (.003)								
3 products	.715 (.294)	.142 (.061)	.042 (.032)							
4 products	.384 (.117)	.086 (.045)	.022 (.009)	.005 (.002)						
5 products	.303 (.078)	.092 (.025)	.026 (.009)	.007 (.002)	.002 (.0005)					
6 products	.342 (.098)	.080 (.026)	.028 (.009)	.013 (.004)	.004 (.001)	.002 (.001)				
7 products	.396 (.113)	.119 (.036)	.069 (.024)	.021 (.006)	.013 (.005)	.004 (.002)	.002 (.001)			
8 products	.251 (.149)	.038 (.020)	.012 (.004)	.008 (.003)	.006 (.002)	.002 (.0005)	.001 (.0003)	.0005 (.0002)		
9 products	.595 (.226)	.202 (.086)	.049 (.016)	.026 (.008)	.011 (.004)	.007 (.002)	.004 (.002)	.002 (.0008)	.0007 (.0003)	
10 products	.654 (.277)	.205 (.103)	.057 (.024)	.030 (.013)	.023 (.012)	.011 (.005)	.003 (.001)	.002 (.0009)	.0009 (.0003)	.0003 (.0001)
Varieties ^a	127	69	51	39	32	27	23	20	18	18

^aAverage number of exporter products across rows.

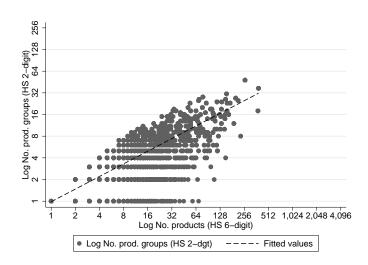
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing products and firms, except exporters with scope exceeding ten products.

Note: Exporter-good mean values in US\$ million fob. Products at the Harmonized-System 6-digit level, ranked by decreasing export value from first to last column. Standard errors in brackets.

Table 8.16: Concentration of Exports in HS 2-digit Product Groups

	Firms with # Products, or more						
	2	4	8	16	32	64	128
# of Firms	2,713	1,830	1,116	579	249	86	22
Share Firms with Single Prod. Grp.	.313	.183	.107	.074	.024	.012	.000
Mean # Product Groups	6.804	7.696	9.046	11.135	14.139	18.405	24.789
Median # Product Groups	5	6	7	9	13	16	23.500
Share Top ranked Product Group	.847	.813	.790	.764	.729	.673	.615
Share 2nd ranked Product Group	.162	.155	.150	.152	.148	.166	.175
Share 3rd ranked Product Group	.058	.057	.054	.054	.057	.065	.076
Share 4th ranked Product Group	.032	.032	.030	.028	.029	.032	.036
Share 5th ranked Product Group	.021	.021	.020	.019	.020	.021	.025

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level. Product-group shares in worldwide sales.



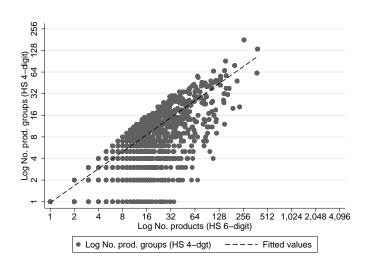
Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 2-digit level.

Figure 8.14: Worldwide 2-digit Product-group Count and Scope Association

Table 8.17: Concentration of Exports in HS 4-digit Product Groups

	Firms with # Products, or more						
	2	4	8	16	32	64	128
# of Firms	2,713	1,830	1,116	579	249	86	22
Share Firms w/ Single Prd. Grp.	.178	.087	.050	.036	.008	.000	.000
Mean # Product Groups	18.442	20.342	23.687	29.623	39.095	54.373	81.359
Median # Product Groups	10	11	14	21	29	45	62
Share Top ranked Product Group	.765	.714	.683	.653	.605	.526	.499
Share 2nd ranked Product Group	.179	.175	.167	.163	.162	.177	.156
Share 3rd ranked Product Group	.074	.074	.072	.073	.077	.092	.083
Share 4th ranked Product Group	.042	.042	.042	.042	.043	.048	.054
Share 5th ranked Product Group	.028	.028	.028	.029	.030	.034	.040

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level. Product-group shares in worldwide sales.



Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. *Note*: Products at the Harmonized-System 6-digit level, product groups at the Harmonized-System 4-digit level.

Figure 8.15: Worldwide 4-digit Product-group Count and Scope Association

Table 8.18: Total Exports Decompositions at the Firm Level

		-				
	Log#		Lo	og Exports/prod	uct	
OLS	Products	#≥ 1	# ≥ 2	#≥ 3	# ≥ 10	# ≥ 25
			Wo	rld		
Log Total exports	.180 (.006)***	.820 (.006)***	.896 (.007)***	.921 (.007)***	.959 (.010)***	.966 (.017)***
Const.	1.520 (.022)***	-1.520 (.022)***	-1.859 (.022)***	-2.109 (.022)***	-2.990 (.027)***	-3.770 (.039)***
Obs.	4,099	4,099	2,438	1,807	557	149
R^2	.205	.842	.881	.901	.940	.955
			Merc	cosur		
Log Total exports	.195 (.010)***	.805 (.010)***	.888 (.012)***	.926 (.013)***	.967 (.019)***	1.007 (.034)***
Const.	1.476 (.039)***	-1.476 (.039)***	-1.779 (.040)***	-1.979 (.039)***	-2.852 (.050)***	-3.622 (.076)***
Obs.	1,642	1,642	903	644	149	28
R^2	.199	.810	.858	.894	.945	.970
			OE	CD		
Log Total exports	.105 (.006)***	.895 (.006)***	.965 (.009)***	1.003 (.010)***	1.004 (.020)***	.924 (.044)***
Const.	.967 (.026)***	967 (.026)***	-1.403 (.029)***	-1.721 (.032)***	-2.829 (.066)***	-3.982 (.120)***
Obs.	1862	1862	908	567	114	24
R^2	.129	.915	.934	.944	.956	.951
			non-C	DECD		
Log Total exports	.199 (.007)***	.801 (.007)***	.870 (.008)***	.890 (.008)***	.939 (.012)***	.958 (.020)***
Const.	1.602 (.027)***	-1.602 (.027)***	-1.951 (.027)***	-2.201 (.026)***	-3.021 (.031)***	-3.757 (.044)***
Obs.	3,226	3,226	1,909	1,420	437	118
R^2	.215	.815	.860	.887	.931	.951

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level. Firm ω 's total exports $t_d(\omega)$ to destination market d can be decomposed into: $G_d(\omega)$ $a_d(\omega)$, where $G_d(\omega)$ is the exporters' average number of products shipped to destination d (the average scope of the exporter at the destination), and $a_d(\omega)$ are the exporter's average sales per product in destination country d (the scale of the exporter's average product). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 8.19: Exporter Scale and Exporter Scope Correlations

	Firm data ^a	Firm-	destination	data ^b	Firm-de	estination-go	od data ^c
Log Exp./prod.	Ind. FE	Ind. FE	Ind. & dest. FE	Firm & dest. FE	Firm & dest. FE	Ind., prd. & dest. FE	Firm, prd. & dest. FE
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
			We	orld			
Log # Products	.180 (.031)***	092 (.023)***	023 (.023)	.226 (.027)***	.840 (.028)***	.370 (.029)***	.792 (.028)***
Obs.	4,099	12,777	12,777	12,777	21,142	21,142	21,142
R^2	.008	.001	.058	.124	.082	.200	.176
Corr. Firm FE, $X'\beta$				203	113		094
			Mer	cosur			
Log # Products	.068 (.049)***	001 (.044)***	017 (.044)***	.168 (.082)***	1.104 (.068)***	.373 (.063)***	1.075 (.070)***
Obs.	1,642	2,193	2,193	2,193	4,158	4,158	4,158
R^2	.001	5.09e-07	.017	.241	.108	.128	.215
Corr. Firm FE, $X'\beta$				198	255		255
			OF	ECD			
Log # Products	.194 (.061)***	.015 (.050)***	026 (.050)***	.440 (.071)***	.892 (.068)***	.295 (.061)***	.752 (.063)***
Obs.	1,862	4,046	4,046	4,046	5,679	5,679	5,679
R^2	.006	.00002	.030	.135	.070	.301	.312
Corr. Firm FE, $X'\beta$				280	217		210
			non-	OECD			
Log # Products	.140 (.034)***	115 (.025)***	026 (.025)***	.172 (.031)***	.886 (.032)***	.407 (.032)***	.835 (.032)***
Obs.	3,226	8,724	8,724	8,724	15,455	15,455	15,455
R^2	.005	.002	.076	.139	.094	.182	.170
Corr. Firm FE, $X'\beta$				184	117		091

^aAggregation: worldwide exports by firm.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Mercosur includes Argentina, Brazil, Paraguay, Uruguay; OECD includes all OECD members in 1990; non-OECD includes all non-members in 1990. Products at the Harmonized-System 6-digit level; product-group fixed effects at the Harmonized-System 2-digit level. Industry fixed effects at the ISIC two-digit level. Constant not reported. \mathbb{R}^2 is within fit for firm FE regressions. Correlation coefficient between firm fixed effects and all other predictors (including destination and product fixed effects). Standard errors in parentheses: * significance at ten, ** five, *** one percent.

^bAggregation: exports by firm and destination.

^cAggregation: exports by firm, destination, product group (Harmonized System 2-digit level).

Table 8.20: Correlates of Firm Effects on Exporter Scale and Exporter Scope

		n Eff. on Expo g Exports/pro	orter Scale od. regressions		Firm Eff. on Exporter from Log # Products reg		
	Firm FE only	Firm FE & scope	Firm & dest. FE, & scope	Firm FE only	Firm FE & scale	Firm & dest. FE, & scale	
	(1)	(2)	(3)	(4)	(5)	(6)	
Log ww. # Products	.114	138	057	.763	.757	.736	
	(.008)***	(.009)***	(.010)***	(.005)***	(.006)***	(.006)***	
Log ww. Exp./prod.	.917	.914	.896	.009	038	017	
	(.005)***	(.006)***	(.007)***	(.003)**	(.004)***	(.004)***	
Log ww. # Dest.	912	773	610	420	374	326	
	(.013)***	(.014)***	(.017)***	(.009)***	(.009)***	(.010)***	
No OECD exp.	066	077	.288	.035	.038	118	
	(.027)**	(.029)***	(.034)***	(.017)**	(.018)**	(.020)***	
Log OECD Exp. ^a	.010	.005	.005	.018	.017	.019	
	(.005)**	(.006)	(.007)	(.003)***	(.004)***	(.004)***	
No Mercosur exp.	175	213	048	.116	.125	.233	
	(.029)***	(.032)***	(.037)	(.019)***	(.020)***	(.022)***	
Log Mercosur Exp. ^a	.019	.021	.030	004	005	008	
	(.006)***	(.007)***	(.008)***	(.004)	(.004)	(.005)*	
Obs. R^2	4,099	4,099	4,099	4,099	4,099	4,099	
	.947	.940	.919	.861	.860	.812	

^aLog of nonzero exports \times indicator.

Sources: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products

Note: Aggregation to exports by firm and destination. Regressions of firm fixed effects on firm-level predictors, where firm fixed effects on exporter scale in column 1 are from a firm fixed effects regression with no additional controls, in column 2 from a firm fixed effects regression controlling for scope (log # products) and in column 3 from a firm fixed effects regression controlling for scope and destination fixed effects (see column 3 in Table 8.19). Firm fixed effects on exporter scope in column 4 are from a firm fixed effects regression with no additional controls, in column 5 from a firm fixed effects regression controlling for scale (log exports/product) and in column 6 from a firm fixed effects regression controlling for scale and destination fixed effects. Worldwide number of products at the Harmonized-System 6-digit level. Domestic Brazilian locations counted at the municipality level. Workforce characteristics in shares of total employment. White-collar, blue-collar employment (insignificant at ten-percent level) and constant not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 8.21: Correlates of Destination Effects on Exporter Scale and Exporter Scope

	Destination Eff. on Exporter Scale from Log Exports/prod. regressions				tion Eff. on I	1 1
	Dest. FE	Dest. FE	Firm & dest.	Dest. FE	Dest. FE	Firm & dest.
	only	& scope	FE, & scope	only	& scale	FE, & scale
	(1)	(2)	(3)	(4)	(5)	(6)
Mean Log Market size	032	031	.043	.011	.012	003
	(.075)	(.074)	(.058)	(.014)	(.014)	(.013)
Log Population	.190	.193	.287	.017	.018	.033
	(.108)*	(.107)*	(.085)***	(.021)	(.020)	(.018)*
Log GDP per cap.	.265	.263	.291	033	030	.005
	(.110)**	(.109)**	(.086)***	(.022)	(.021)	(.019)
Log Distance	.350	.327	462	199	196	155
	(.389)	(.384)	(.304)	(.065)***	(.063)***	(.057)***
Common borders	283	270	282	.139	.133	.255
	(.806)	(.797)	(.630)	(.157)	(.152)	(.138)*
Common language	246	235	.007	.100	.095	.099
	(.486)	(.480)	(.380)	(.097)	(.094)	(.085)
Const.	-11.207	-11.008	-8.124	1.868	1.727	1.278
	(3.812)***	(3.768)***	(2.980)***	(.638)***	(.617)***	(.562)**
Obs. R^2	94	94	94	94	94	94
	.197	.194	.401	.384	.388	.396

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products. Note: Aggregation to exports by firm and destination. Regressions of destination fixed effects on destination-level predictors, where destination fixed effects on exporter scale in column 1 are from a destination fixed effects regression with no additional controls, in column 2 from a destination fixed effects regression controlling for scope (log # products, see column 2 in Table 8.19) and in column 3 from a destination fixed effects regression controlling for scope and firm fixed effects (see column 3 in Table 8.19). Destination fixed effects on exporter scope in column 4 are from a destination fixed effects regression with no additional controls, in column 5 from a destination fixed effects regression controlling for scale (log exports/product) and in column 6 from a destination fixed effects regression controlling for scale and firm fixed effects. Mean log market size is average sectoral absorption over ISIC rev. 2 industries at destination level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 8.22: Correlates of Product Effects on Exporter Scale and Exporter Scope

		ct Eff. on Ex g Exports/pro	porter Scale od. regressions		et Eff. on Exporter Scope og # Products regressions		
	Prod. FE only	Prod. FE & scope	Firm, dst. & prd. FE, & scope	Prod. FE only	Prod. FE & scale	Firm, dst. & prd. FE, & scale	
	(1)	(2)	(3)	(4)	(5)	(6)	
Comparative adv.	.110	.111	.012	004	006	.004	
	(.040)***	(.040)***	(.037)	(.006)	(.006)	(.006)	
Reference priced	.243	.246	-1.594	006	012	.072	
	(.884)	(.882)	(.833)*	(.133)	(.133)	(.142)	
Differentiated	-1.285	-1.265	-1.858	050	021	007	
	(.807)	(.805)	(.761)**	(.121)	(.121)	(.130)	
Log ww. # Dest.	-1.257	-1.301	883	.114	.143	.212	
	(.954)	(.952)	(.899)	(.143)	(.143)	(.153)	
No OECD imp.	-18.145	-17.362	-6.657	-2.022	-1.611	991	
	(12.019)	(11.993)	(11.326)	(1.803)	(1.806)	(1.929)	
Log OECD Imp. ^a	.172	.139	.234	.085	.081	.108	
	(.242)	(.242)	(.228)	(.036)**	(.036)**	(.039)***	
No Mercosur imp.	.933	.889	1.180	.113	.092	.132	
	(2.339)	(2.334)	(2.204)	(.351)	(.351)	(.376)	
Log Mercos. Imp. ^a	.172	.176	042	009	013	009	
	(.229)	(.229)	(.216)	(.034)	(.034)	(.037)	
Const.	2.037	2.153	-1.826	297	344	822	
	(5.119)	(5.108)	(4.824)	(.768)	(.769)	(.822)	
Obs. R^2	94	94	94	94	94	94	
	.370	.375	.167	.236	.254	.37	

^aLog of nonzero imports × indicator.

Source: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products

Note: Aggregation to exports by firm, destination, product group (Harmonized System 2-digit level). Regressions of product fixed effects at the Harmonized-System 2-digit level on product-level predictors, where product fixed effects on exporter scale in column 1 are from a product fixed effects regression with no additional controls, in column 2 from a product fixed effects regression controlling for scope (log # products) and in column 3 from a product fixed effects regression controlling for scope as well as destination and firm fixed effects (see column 6 in Table 8.19). Product fixed effects on exporter scope in column 4 are from a product fixed effects regression with no additional controls, in column 5 from a product effects regression controlling for scale (log exports/product) and in column 6 from a product fixed effects regression controlling for scale as well as destination and firm fixed effects. Balassa (1965) comparative-advantage for Brazil from UN Comtrade trade data for 2000 at the *ISIC Rev.* 2 level: product *h*'s comparative advantage is $BADV_h \equiv [T_h^{Brazil}]/[T_h^{World}]/[T_h^{Wor$

Table 8.23: Conditional Exporter Scale and Exporter Scope Correlations

Log Exp./prod.	(1)	World	(2)	Mercosur	OECD	non-OECD
	(1)	(2)	(3)	(4)	(5)	(6)
Log # Products	.666 (.295)**	.483 (.166)***	.113 (.184)	-1.181 (.603)*	.500 (.472)	283 (.206)
Squared Log # Products	429 (.579)	029 (.227)	051 (.226)	1.322 (.764)*	.019 (.622)	.343 (.244)
Cubic Log # Products	.193 (.384)	086 (.096)	070 (.096)	648 (.329)**	181 (.287)	185 (.101)*
Quartic Log # Products	058 (.102)	.018 (.012)	.016 (.012)	.091 (.043)**	.034 (.039)	.027 (.013)**
Pentic Log # Products	.007 (.009)					
Log # Prd. × Log ww. # Des	st.		.162 (.035)***	.272 (.117)**	.117 (.093)	.133 (.041)***
Obs.	12,777	12,777	12,777	2,193	4,046	8,731
R^2	.126	.126	.129	.255	.143	.143
Corr. Firm FE, $X'\beta$	191	19	085	052	178	082
F statistic: Zero Firm FE	3.954***	3.955***	3.532***	2.130***	3.756***	3.279***

Sources: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Aggregation to exports by firm and destination. Regressions controlling for firm and destination fixed effects (expanding regression (4) in Table 8.19). Worldwide number of products at the Harmonized-System 6-digit level. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Table 8.24: Individual Product Sales Regressions

			Dest. &
Log Sales	OLS	Dest. FE	Firm FE
	(1)	(2)	(3)
Log # Products	.826 (.017)***	.929 (.017)***	1.177 (.017)***
Log Product Rank	-2.239 (.017)***	-2.258 (.017)***	-2.349 (.017)***
Obs. Panels	37,172	37,172	37.172 4,099
$R^2 (R^2 \text{ within})^a$.418	.450	.543

 $^{^{}a}R^{2}$ is within fit for firm FE regressions in column 3.

Sources: Chilean customs data 2000 (Álvarez et al. 2007), manufacturing firms and their manufactured products.

Note: Individual export sales by product, firm and destination. Products at the Harmonized-System 6-digit level. Industry fixed effects at the *CNAE* two-digit level. Constant and destination fixed effects not reported. Standard errors in parentheses: * significance at ten, ** five, *** one percent.

Appendix: Data Sources

A Exports and firm data for Brazil

Exports data. Our data are based on the universe of Brazilian customs declarations for merchandize exports. The Brazilian customs office *SECEX* (*Secretaria de Comércio Exterior*) collects and compiles the reports by plant, month and *NCM* product code (*Nomenclatura Comum do Mercosul*). We restrict our data to the year 2000, for which *SECEX* provides export values in current US\$, export quantities, and mass of shipment. These customs declarations are legally mandatory for merchandize exports. Exports of services are not reported to *SECEX*, but manufactures exports by non-manufacturing firms are reported.

NCM product codes are eight-digit numbers, of which the first six digits coincide with the first six digits in the Harmonized System. We aggregate the pristine eight-digit subproduct information from the monthly plant level to annual information by exporting firm at the six-digit Harmonized System level. This facilitates comparability to other Brazilian and international data sources (e.g. to export-country studies at the six-digit Harmonized System level such as Feenstra (1994) or Hummels and Klenow (2005), and to firm-level studies such as Eaton et al. (2004)). Gomes and Ellery Jr. (2007) document main statistics for a subsample of the *SECEX* data by exporter and destination;¹ they show that the data exhibit market access patterns broadly similar to the French exporter-destination data (Eaton et al. 2004).

The full data for the year 2000 include 15,907 firms with shipments of 4,357 products at the six-digit Harmonized System level to 173 destinations. We remove all export records with zero value, which include shipments of commercial samples but also potential reporting errors. We retain 224,952 firm-destination-product observations. Our results on exporter scope are robust to removing zero-scale products from the product count.

Firm data. We obtain a record of all Brazilian firms, including only domestically operating firms, as well as the sector affiliation of Brazilian exporters, from *RAIS* (*Relação Anual de Informações Sociais* of the Brazilian labor ministry *MTE*). By Brazilian law, every private or public-sector employer must report workforce information to *RAIS* every year.² *RAIS* does

¹Gomes and Ellery Jr. (2007) link the *SECEX* data to survey data for a sample of medium to large manufacturing firms in order to obtain domestic sales and productivity information. We use the universe of exporters instead and choose to control for firm-specific characteristics, such as productivity or the domestic Brazilian market share, with firm fixed effects.

²RAIS primarily provides information to a federal wage supplement program (*Abono Salarial*), by which every worker with formal employment during the calendar year receives the equivalent of a monthly minimum wage. RAIS records are then shared across government agencies. An employer's failure to report complete workforce information can, in principle, result in fines proportional to the workforce size, but fines are rarely issued. In practice, workers and employers have strong incentives to ascertain complete RAIS records because payment of the annual public wage supplement is exclusively based on RAIS. The ministry of labor estimates

not provide information on sales or factor uses other than labor so that we cannot obtain domestic sales or productivity information.

B Exports data for Chile

The Chilean comparison data are courtesy of Álvarez et al. (2007) and ultimately derive from the universe of Chilean customs declarations for merchandize exports, similar to the Brazilian *SECEX* data. The Chilean customs authorities collect the reports by firm and Harmonized System eight-digit code. Services exports are not reported. We restrict our data to the year 2000, as for Brazil.

We aggregate the pristine eight-digit Harmonized System information to annual information by exporting firm at the six-digit Harmonized System level. This ensures comparability to our Brazilian data (and international sources, as mentioned above). The full data for the year 2000 include 5,558 firms (about a third of the Brazilian number) with shipments of 3,324 products at the six-digit Harmonized System level (about three quarters of the Brazilian number) to 146 destinations (27 less than from Brazil). We remove all export records with zero value, which include shipments of commercial samples but also potential reporting errors. We retain 48,431 firm-destination-product observations (about a fifth of the Brazilian number).

The sector affiliation of Chilean exporters is reported at *ISIC revision 2* three-digit level. We use the *ISIC revision 2* for the export firm from the original data. Robustness checks using product-level information for sector affiliates from the Harmonized System six-digit level and using the product code of the top selling product for the firm do not yield substantively different results. For Chile, we only retain observations of manufacturing firms and their manufacturing products (comparable to Section 5 for Brazil).

C Auxiliary data for Brazil and Chile

Concordances. We map destination information from Brazilian and Chilean country codes into the international ISO system. There are six-digit product codes in the 999000s in Brazil, for which there exist no corresponding Harmonized System entries. These codes are not closely related to traded merchandize and include entries such as on-board aircraft consumption of combustibles or merchandize for non-financial rental. We remove the codes from the data in Section 5. To compare our Brazilian data to sector-level product-market information by destination country, we map the Harmonized System six-digit codes to *ISIC revision 2*

that well above 90 percent of all formally employed workers in Brazil are covered in *RAIS* throughout the 1990s. Data collection is typically concluded by March following the year of observation. For a data description, see Menezes-Filho, Muendler and Ramey (2008).

at the two-digit level.³ In the Chilean data, product codes are reported at the Harmonized System information.

Trade flow data by industry and destination. We link the firm-level product and destination information for Brazil and Chile to *WTF* (*World Trade Flow*) data for the year 2000 (Feenstra et al. 2005). We extract sector-level trade flow statistics in current US\$ for Brazil's and Chile's export destination markets. For Brazil, we map the *SITC Rev.* 2 four-digit sector information to the *SITC Rev.* 2 two-digit level, and then to the two-digit *ISIC revision* 2 level for combination with *SECEX*. For Chile, we map the *ISIC revision* 2 information at the three-digit level to the two-digit *ISIC revision* 2 level for combination.

For Brazil, he link between SECEX and WTF also provides us with an estimate of the coverage of Brazil's self-reported exports declarations. For manufactured merchandize sold directly by Brazilian manufacturers (Sections 3 and 5), SECEX covers 81.7 of WTF manufactures trade. Firm-based data selection of manufacturing activity in Section 5 is most closely comparable to Eaton et al. (2004), but we lose many observations because of missing sector information for the firms. With our focus on product-level explanations for international trade patterns, a product-related selection criterion for manufactures is a more natural one. Moreover, a product-level selection criterion for manufactured merchandize in Section 6 offers the most comprehensive coverage of manufacturing export activity: SECEX data for manufactured merchandize sold by firms from any sector, including commercial intermediaries (Section 6), covers 95.9 percent of WTF. The complete SECEX data across all sectors (Section 7) cover 88.7 percent of the reported WTF exports from Brazil: we find in SECEX US\$ 54.1 billion of the US\$ 61.0 billion exports in WTF. Conversely, only 1.3 percent of the observed SECEX product-destination observations have no corresponding WTF sectordestination entry. For firms from any sector with exports of any merchandize product, we have no SECEX information for only .45 percent of the WTF sector-destination observations.

Output data by industry and destination. We obtain manufacturing output by destination country and manufacturing industry for 2000 from the *Unido* Industrial Statistics Database at the two-digit *ISIC revision 2* level in current US\$ (UNIDO 2005). We map the Harmonized System six-digit codes to *ISIC revision 2* at the two-digit level for this purpose.

Country and geographic data by destination. National accounts information for host-country regressors comes from the World Bank's World Development Indicators and the IMF's International Financial Statistics (population, GDP, consumption expenditure and household consumption expenditure in current US\$). We use CEPII bilateral geographic data;⁴ the data include the mean distance between Brasília or Santiago de Chile on the one hand and foreign capital cities (km) on the other hand, common borders with Brazil

³Our novel concordance will become available at www.econ.ucsd.edu/muendler/brazil.

⁴From www.cepii.fr/anglaisgraph/bdd/distances.htm.

or Chile, and a common language with Brazil (Portuguese-speaking Angola, China Macão SAR, Guinea Bissau, Mozambique and Portugal) or Chile (Spanish speaking countries).

Products data. We calculate Balassa (1965) comparative-advantage measures for Brazilian and Chilean products from UN Comtrade trade data for the year 2000 at the *ISIC rev. 2* four-digit level. Product *h*'s Balassa advantage is

$$BADV_h \equiv \frac{X_h^{\text{Brazil}}/\sum_k X_{k,t}^{\text{Brazil}}}{X_h^{\text{World}}/\sum_k X_{k,t}^{\text{World}}},$$

where X_h are exports. Note that this index measures revealed comparative advantage from international comparisons of exports data, and is blind to possible sources of advantage. Any explanation of comparative advantage is consistent with this measure. We first map the *ISIC rev.* 2 information to the Harmonized System six-digit level and then aggregate to the Harmonized System two-digit level by taking the unweighed average across six-digit products in the Brazilian data.

We use the Rauch (1999) classification of products by degree of differentiation under Rauch's conservative definition.⁵ We first map Rauch's *SITC Rev. 2* four-digit sector information to the Harmonized System six-digit level and then aggregate to the Harmonized System two-digit level by taking the unweighed average across six-digit products in the Brazilian data.

We reuse the *WTF* data for the year 2000 (Feenstra et al. 2005) to obtain products-level measures of typical import destinations. For this purpose, we drop Brazilian or Chilean exports and imports from the *WTF* data and calculate for the rest of the world the number of destinations to which products at the *SITC Rev.* 2 four-digit level (Brazil) or the *ISIC rev.* 2 three-digit level (Chile) ship, and what import values they exhibit worldwide, in the OECD and Mercosur (Argentina, Paraguay, Uruguay). For Brazil, we map the *SITC Rev.* 2 four-digit sector information to the Harmonized System six-digit level and then aggregate to the Harmonized System two-digit level by taking the unweighed average across six-digit products. For Chile, we just aggregate from the Harmonized System six-digit level to the Harmonized System two-digit level by taking the unweighed average across six-digit products.

⁵We use Rauch's revision 2 from 2007 (available at www.econ.ucsd.edu/~jrauch/intltrad)

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