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CORRIGENDUM TO “ESTIMATION OF A CENSORED DYNAMIC PANEL DATA MODEL”

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There is a mistake in the discussion in Hu, L. (2002) about an extension of the main insight of the paper starting at the top of page 2505 and ending at the middle of page 2506. The argument going from the definitions of W_{its} and W_{ist} to equations (7) and (8) is false. The reason is that the condition $\{y_{it-1} > 0, y_{is-1} > 0, y_{is} > 0, y_{it} > 0\}$ will not generally have a symmetric effect on the conditional distributions of ε_{it} and ε_{is}. I thank Ran Huo and Bernard Salanie for bringing this to my attention. The main results and the remainder of the paper are not affected.

REFERENCES

Hu, L. (2002). Estimation of a censored dynamic panel data model. *Econometrica.***70** 2499–2517.

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