

**Equation 10 (Demand):**

condivreg dlq dlpb dly (dlpc=constant time qalag1 pf plag1 dlpop), liml nocons noinstcons

Instrumental variables (LIML) regression

First-stage results

F( 6, 32) = 4.52

Prob > F = 0.0020

R-squared = 0.5811

Adj R-squared = 0.4764

Number of obs = 40

Wald chi2( 3) = .

Prob > w = .

R-squared = 0.4543

Adj R-squared = 0.4100

Root MSE = 0.029

dlq	Coef.	Std. Err.	t	P> t	[95% Conf. Interval]	
dlpc	-.5346643	.126688	-4.22	0.000	-.7913586	-.27797
dlpb	.3651081	.1169786	3.12	0.003	.1280869	.6021292
dly	.8778724	.1598966	5.49	0.000	.5538911	1.201854

Instrumented: dlpc

Instruments: dlpb dly constant time qalag1 pf plag1 dlpop (No constant included)

Confidence set and p-value for dlpc are based on normal approximation

Coverage-corrected confidence set and p-value

for Ho:  $_b[dlpc] = 0$

LIML estimate of  $_b[dlpc] = -.5346643$

Test	Confidence Set	p-value
Conditional LR	[-.9876364, -.3294214]	-0.0000

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**Equation 11 (Supply):**

condivreg qa pf time qalag1 (p=dlpb dly plag1 dlpop), liml

Instrumental variables (LIML) regression

First-stage results	Number of obs = 40
-----	Wald chi2( 4) = 9346.80
F( 4, 32) = 10.27	Prob > w = 0.0000
Prob > F = 0.0000	R-squared = 0.9957
R-squared = 0.9428	Adj R-squared = 0.9952
Adj R-squared = 0.9303	Root MSE = 0.029

qa	Coef.	Std. Err.	t	P> t	[95% Conf. Interval]	
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p	.1285554	.0771945	1.67	0.105	-.0281578	.2852686
pf	-.1178439	.0361038	-3.26	0.002	-.1911384	-.0445494
time	.0126114	.0041615	3.03	0.005	.0041632	.0210596
qalag1	.6385647	.1148624	5.56	0.000	.4053817	.8717477
_cons	2.353628	.745568	3.16	0.003	.8400443	3.867211

Instrumented: p

Instruments: pf time qalag1 dlpb dly plag1 dlpop

Confidence set and p-value for p are based on normal approximation

Coverage-corrected confidence set and p-value

for Ho:  $_b[p] = 0$

LIML estimate of  $_b[p] = .1285554$

Test	Confidence Set	p-value
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Conditional LR	[-.0119374, .3555576]	0.0771