CrossMark

ERRATUM

Erratum to: The contribution of bank regulation and fair value accounting to procyclical leverage

**Amir Amel-Zadeh[1] · Mary E. Barth[2] ·
Wayne R. Landsman[3]**

**Erratum to: Rev Account Stud
        DOI 10.1007/s11142-017-9410-6**

The original version of this article unfortunately contained a formatting mistake. In Table 7 Panel D, the columns have moved resulting to misalignment with the column headings.
With this, the corrected Table 7 is hereby published.

✉ Amir Amel-Zadeh
    amir.amelzadeh@sbs.ox.ac.uk

Mary E. Barth
mbarth@stanford.edu

Wayne R. Landsman
Wayne_Landsman@unc.edu

[1] Saïd Business School, University of Oxford, Park End Street, Oxford OX1 1HP, UK

[2] Graduate School of Business, Stanford University, Stanford, CA, USA

[3] Kenan-Flagler Business School, University of North Carolina, Chapel Hill, NC, USA

🌱 Springer

Table 7 Leverage changes in economic upturns and downturns

	UP				DOWN			
	LOW		HIGH		LOW		HIGH	

Panel A: Leverage Changes and Regulatory Risk Weights

(5) $\Delta L_{iq} = \beta_0 + \beta_1 \Delta A_{iq} + \varepsilon_{iq}$; (6) $\Delta L_{iq} = \beta_0 + \beta_1 \Delta A_{iq} + \beta_2 \Delta V_{iq} + \varepsilon_{iq}$

	UP LOW		UP HIGH		DOWN LOW		DOWN HIGH	
ΔA	0.52	0.46	0.27	0.11	0.37	0.3	0.16	-0.02
	(13.47)***	(10.34)***	(4.43)***	(1.47)	(4.98)***	(3.89)***	(1.21)	(-0.12)
ΔV		-0.20		-0.61		-0.23		-0.76
		(-4.33)***		(-6.05)***		(-3.49)***		(-4.37)***
Observations	8,060	8,060	4,321	4,321	4,785	4,785	2,559	2,559
Adj. R²	0.17	0.18	0.17	0.20	0.16	0.17	0.12	0.17

Panel B: Leverage Changes and Fair Value Gains and Losses

(8) $\Delta L_{iq} = \beta_0 + \beta_1 \Delta A_{iq} + \beta_3 FVCIdecile_{iq} + \varepsilon_{iq}$; (9) $\Delta L_{iq} = \beta_0 + \beta_1 \Delta A_{iq} + \beta_2 \Delta V_{iq} + \beta_3 FVCIdecile_{iq} + \varepsilon_{iq}$

	UP LOW		UP HIGH		DOWN LOW		DOWN HIGH	
ΔA	0.52	0.46	0.28	0.12	0.38	0.31	0.17	-0.01
	(13.51)***	(10.38)***	(4.57)***	(1.61)	(5.09)***	(3.95)***	(1.25)	(-0.09)
FVCIdecile	-2.48	-2.51	-6.66	-6.43	-4.10	-4.12	-2.84	-3.51
	(-3.21)***	(-3.35)***	(-2.77)***	(-2.80)***	(-2.52)**	(-2.53)**	(-1.12)	(-1.36)
ΔV		-0.20		-0.61		-0.23		-0.76
		(-4.30)***		(-6.10)***		(-3.57)***		(-4.33)***
Observations	8,060	8,060	4,321	4,321	4,785	4,785	2,559	2,559
Adj. R²	0.18	0.19	0.17	0.21	0.16	0.17	0.13	0.18

Panel C: Leverage Changes and Net Asset Purchases

(10) $\Delta L_{iq} = \beta_0 + \beta_1 NETPUR_{iq} + \beta_2 FVCIdecile_{iq} + \beta_3 NETPUR_{iq} \times FVCIdecile_{iq} + \varepsilon_{iq}$
(11) $\Delta L_{iq} = \beta_0 + \beta_1 NETPUR_{iq} + \beta_2 FVCIdecile_{iq} + \beta_3 NETPUR_{iq} \times FVCIdecile_{iq} + \beta_4 \Delta V_{iq} + \varepsilon_{iq}$

	UP LOW		UP HIGH		DOWN LOW		DOWN HIGH	
NETPUR	0.6	0.56	0.46	0.31	0.45	0.38	0.43	0.23
	(10.63)***	(9.12)***	(5.43)***	(3.60)***	(3.59)***	(3.08)***	(2.38)**	(1.31)

Table 7 (continued)

	UP				DOWN			
	LOW		HIGH		LOW		HIGH	
FVCIdecile	-0.02	-0.02	-0.02	-0.02	-0.02	-0.02	-0.02	-0.03
	(-4.66)***	(-4.61)***	(-2.19)**	(-2.18)**	(-2.51)**	(-2.63)***	(-2.30)**	(-2.61)***
NETPUR × FVCIdecile	-0.04	-0.05	-0.26	-0.23	-0.02	0.00	-0.17	-0.13
	(-0.41)	(-0.53)	(-1.74)*	(-1.59)	(-0.08)	(0.01)	(-0.74)	(-0.60)
ΔV		-0.17		-0.56		-0.20		-0.65
		(-3.88)***		(-6.57)***		(-3.04)***		(-4.35)***
Observations	8,060	8,060	4,321	4,321	4,785	4,785	2,559	2,559
Adj. R^2	0.21	0.21	0.19	0.22	0.18	0.19	0.15	0.18

Panel D: Leverage Changes and Disaggregated Changes in Assets

$$(12)\ \Delta L_{iq} = \beta_0 + \beta_1 FVCI_{iq} + \beta_2 OTH\_\Delta A_{iq} + \beta_3 (\Delta K - CI)_{iq} + \beta_4 D_{iq} + \varepsilon_{iq}$$

	UP		DOWN	
	LOW	HIGH	LOW	HIGH
FVCI	-8.33	-13.13	-10.26	-14.28
	(-15.70)***	(-14.28)***	(-11.42)***	(-12.01)***
OTH_ΔA	-8.83	-15.09	-10.49	-15.45
	(-15.14)***	(-13.51)***	(-14.43)***	(-12.13)***
ΔK − CI	-6.74	-9.84	-7.61	-7.50
	(-18.99)***	(-12.55)***	(-19.59)***	(-5.38)***
ΔD	0.96	-1.01	0.97	1.01
	(28.15)***	(17.95)***	(27.21)***	(14.15)***
Observations	8,060	4,321	4,785	2,559
Adj. R^2	0.82	0.82	0.79	0.81