

Table 7: Two-Stage Least Squares (2SLS) Regression Results (Employing Shannon Index as a proxy for GD)

Variables	Coeff.	z-statistics
LnBS	0.366	1.66*
LnBA	0.037	0.25
BIND	0.283	1.94*
Shannon's Index	3.670	1.79*
RD	-0.042	-0.98
DIROWN	-0.073	-1.14
ACI	0.004	0.08
LnTA	0.178	4.73***
RoA	0.028	2.98***
DE	-0.002	-0.31
CAPIN	0.488	1.22
RDIN	-1.057	-1.10
Year Effect	Yes	
Industry Effect	Yes	
_cons	-2.828	-2.15
Wald χ^2	49.73***	
Durbin-Wu-Hausman test	16.56***	

Note: *, ** and*** represents significance level at 0.10, 0.05 and 0.01 respectively

Source: Compiled by the authors using Stata 14