Oliver Falck

Emergence and Survival of New Businesses

Econometric Analyses

With 13 Figures and 31 Tables

Physica-Verlag A Springer Company

Contents

Preface	V
1 Introduction, Summary, and Conclusions	1
1.1 Basic Conditions in Germany: A Stylized Review	
1.2 Data and Methods of Analysis	
1.3 Growth and Employment Effects of New Business Formation	2
1.4 Determinants of the Emergence and Survival of New Businesses.	
1.5 Summary and Policy Conclusions	
2 The Effects of New Business Formation on Industry Growth	11
2.1 Introduction	
2.2 Long-Run Effects of New Business Formation on Growth	10
2.3 Data	
2.4 Estimation Procedure	
2.5 Results	
2.6 Discussion and Policy Conclusions	.25
3 New Businesses and Regional Development	. 29
3.1 Introduction	.29
3.2 "New" Location Factors	.31
3.3 Regional Growth Regimes	.36
3.4 Findings	
3.5 Implications	
4 New Business Formation by Industry over Space and Time	.51
4.1 Introduction	
4.2 Hypotheses and Main Empirical Findings	
4.3 Overview of New Business Formation in Germany	
4.4 New Business Formation by Industry over Space and Time	
4.5 Multivariate Analysis	
4.5.1 Estimation Procedure	
4.5.2 Variables	
4.6 Results	. /4

4.7 Conclusions	81
5 New Business Survival by Industry over Space and Time	
5.1 Introduction	85
5.2 Hypotheses	
5.3 Data and Measurement Issues	90
5.4 The General Survival Pattern	92
5.5 Multivariate Analysis	98
5.5.1 Variables and Estimation Procedure	98
5.5.2 Results	101
5.6 Conclusions	106
6 Micro-Econometric Survival Analysis of New Businesses	
6.1 Introduction	
6.2 Theoretical Framework and Hypotheses	110
6.3 The Survival Pattern of New Businesses in Germany	114
6.3.1 Data	114
6.3.2 Liabilities in a Business's Life	116
6.3.3 Explaining the Liability of Young Adults	117
6.4 Estimation Procedure	118
6.5 Multivariate Analysis	120
6.5.1 Variables	
6.5.2 Results	123
6.6 Conclusions	125
References	127
Index	137