

	Dependent Variable: FDI (real US\$) from source to host country (1981-1998, three-year averages, using panel tobit method)			
Host GDP	1.20 (20.11)	1.20 (19.66)	1.00 (19.85)	0.54 (11.06)
Source GDP	1.36 (34.64)	1.56 (19.26)	1.70 (22.30)	1.63 (20.72)
Distance	-1.21 (-23.16)	-1.20 (-21.91)	-1.10 (-21.94)	-1.13 (-23.23)
Common language	0.99 (6.88)	0.98 (6.78)	0.87 (6.47)	0.89 (6.72)
Credit Rating	0.06 (7.12)	0.06 (6.47)		
Specialization		9.77 (2.72)	14.85 (4.38)	12.05 (3.42)
Special*Source GDP		-1.61 (-2.39)	-2.99 (-4.61)	-2.39 (-3.56)
Host Telephone Density			0.65 (14.00)	0.52 (9.63)
Source Telephone Density			3.58 (15.46)	3.52 (14.43)
Host Debt-Equity Ratio				-0.005 (-3.43)
Number of observations	2472 (843)	2472 (843)	2934 (1113)	2326 (632)