

Table 3  
Saudi Arabia: The Impact of Public Expenditures on Private Expenditures

	1964-2001	1964-1980	1980-2001
<b>Total Private Expenditures</b>			
Total Public Expenditures			
Short Run	+	+	ins
Long-Run	+	+	ins
Total Expected Public Expen			
Short Run	+	+	ins
Long-Run	+	+	ins
<b>Private Investment</b>			
Total Government Investment			
Short Run	ins	+	ins
Long-Run	ins	+	ins
Public Infrastructure Investment			
Short Run	+	+	+
Long-Run	ins	+	ins
<b>Private Consumption</b>			
Total Public Consumption			
Short Run	+	+	ins
Long-Run	+	+	ins
Expected Public Consumpt			
Short Run	+	+	ins
Long-Run	+	+	ins

Notes: Data from Saudi Arabia Monetary Agency, Annual Report, various issues. Calculations made using the ARDL approach to cointegration developed by Persian and Persian, Microfit 4.0. Optimal variable lag structure based on the Akaike Information Criterion. Ins = statistically insignificant + = positive impact statistically significant at the 95% level.