

Index

- Abadie, A., 90–92, 109, 110
 absolute concentration curve, 150
 agricultural economics, 21
 almost stochastic dominance, 13, 17, 159–162
 Anderson, G., 15, 25, 26, 66, 143, 160, 167, 187
 Anderson test, 26–29, 32, 56
 Andrews, D. W. K., 76, 80, 82, 127, 202
 approximate sparsity assumption, 196
 approximate stochastic dominance, 14, 162–165
 asymptotic biasedness, 77
 asymptotic similarity, 43, 77, 79
 Atkinson, A. B., 106, 141, 143
- bandwidth, 102, 115, 120, 122, 135, 188, 193, 194, 201, 237
 Barrett, G. F., 34, 65, 80, 105, 108, 109, 127, 144, 146, 177, 192, 225, 228
 Barrett and Donald (BD) test, 11, 34–39, 80, 85, 108, 192, 222–225, 228
 Beare, B. K., 170
 Bennett test, 232–235
 Bennett, C. J., 45, 46, 107, 108, 147, 169
 Bernstein's Theorem, 166
 Bhattacharya, D., 144
 Bickel, P.J., 125, 214
 Billingsley, P., 6, 33, 205, 217
 Bishop, J. A., 21, 65, 107, 144
 bootstrap method
 bias-corrected bootstrap, 165
 block bootstrap, 153
 bootstrap critical value, 64, 70, 71, 79, 106, 154, 176, 185, 189
 bootstrap GMS critical value, 129
 contact set approach, 78, 98, 184, 190
 EL bootstrap, 63, 157
 exchangeable bootstrap, 103
 M out of N bootstrap, 103
 pooled sample bootstrap, 37, 47, 82, 89, 91, 106, 143
 recentered bootstrap, 37, 43, 45, 48, 82, 91, 96, 178
 selective recentering approach, 81
 smoothed stationary bootstrap, 198
 boundary points, 76, 77, 129
 Brownian bridge, 33, 35, 46, 106, 116, 118
- central dominance, 15, 180–185
 contact set, 184
 Chang, M., 119, 134
 check function, 115
 Chernozhukov, V., 49, 51, 52, 76, 92–95, 98, 99, 101–103, 111, 112, 115, 125
 coefficient of community, 187
 complier, 90, 92
 conditional distributional treatment effect (CDTE), 119
 conditional moment inequality, 124, 127, 128
 conditional quantile function, 114
 conditional stochastic dominance, 11–12, 40, 50, 113, 117, 189, 191, 195
 CDF-based tests, 117–118
 conditional distributional treatment effect (CDTE), 134
 least concave majorant approach, 122–124
 Poissonization approach, 119–122
 quantile-based tests, 114–117

260 Index

- strong approximation approach, 124–127
- strong leverage hypothesis, 136
- unconditional moment representation approach, 127–130
- contact set, 38, 42, 58, 73–75, 79, 80, 83, 85, 98, 122, 164, 172, 184, 188–190
- contact set approach, 73–80, 83, 134, 170
- contamination model, 163
- continuous mapping theorem, 214
- convex stochastic dominance, 13, 154–158, 160
- copula function, 133, 176
- counterfactual analysis, 98
- counterfactual distribution, 98
- Cramér–von Mises-type test, 48, 74, 98, 128, *see also* integral-type test
- Davidson, R., 2, 4, 25, 29, 61, 64, 66, 142, 144
- Davidson and Duclos (DD) test, 29–32, 113
- deconvolution kernel estimator, 193
- deconvolution method, 192
- Delgado, M. A., 122, 133
- density ratio dominance, 14, 169–172
- density ratio ordering, 169
- distribution regression, 102
- distributional overlap measure, 187–188
- distributional treatment effect, 87, 90, 92, 96, 97, 109
- distributions with measurement errors, 192–195
- Donald, S. G., 34, 65, 67, 80, 89, 105, 108, 109, 127, 144, 146, 177, 192, 225, 228
- Donald and Hsu (DH) test, 227, 228, 230
- Donsker theorem, 35, 46, 94, 114, 118, 206, 207
- Duclos, J. -Y., 2, 4, 25, 29, 61, 66, 142, 144
- efficient market hypothesis (EMH), 67
- empirical CDF, 30
- empirical integrated CDF, 30
- empirical likelihood (EL), 61, 62, 65, 73, 156, 174
 - EL bootstrap, 157
 - ELR statistic, 62, 63, 157, 158
 - implied probabilities, 63, 157
- Escanciano, J. C., 122, 133
- expectation dependence dominance, 178–180
- Fernández-Val, I., 49, 51, 52, 98, 99, 101–103, 115
- FGT poverty measure, 148
- finance, 17
- first-order stochastic dominance
 - definition, 1
 - strict dominance, 2
 - strong dominance, 2
 - weak dominance, 2
- first price auction, 18–19
- Fishburn, P. C., 13, 155
- Formby, J. P., 21, 25, 107, 144
- Fourier transform, 193
- functional CLT, 75, 107, 124, 180, 214
- functional delta method, 104, 134, 145, 172
- Gaussian process, 33, 35, 42, 46, 50, 52, 75, 77, 81, 89, 94, 103, 105, 118, 124, 125, 132, 139, 149, 153, 154, 162, 164, 169, 175, 180, 198, 204, 207, 212, 213
- generalized exchangeability, 33
- generalized functional inequalities, 189–191
- generalized Lorenz curve, 65, 144, 146, 150
- generalized moment selection (GMS) method, 80
- Gini coefficient, 104, 192
- Glivenko–Cantelli theorem, 164, 206, 207
- Guerre, Perrigne, and Vuong (GPV), 18, 191
- Gumbel approximation, 132
- Hadamard differentiability, 145, 171
- Hadamard directional differentiability, 134, 171
- Hall and Yatchew (HY) test, 46, 230–233
- Hall, P., 45, 143, 194, 211, 233
- Hansen, C., 92–95, 111, 112
- Hansen, P. R., 77, 80
- hazard rate functions, 173
- health economics, 21
- high-dimensional sparse models, 195
- higher-order stochastic dominance
 - definition, 5
- Horváth, L., Kokoszka, P., and Zitikis, R., 34, 74, 104
- Hsu, Y.-C., 67, 80, 89, 146, 228
- Imbens, G. W., 87, 89
- industrial organization, 18
- infimum t-test, 59–61
- infinite-order stochastic dominance, 5, 14, 166–169
- influence function, 89
- initial dominance, 13, 147–149
- instrument function, 127, 128, 138, 139

Index

261

- instrumental variable, 90, 109, 127
- instrument variable quantile regression (IVQR), 93
- integral-type test, 45, 48, 65, 73, 74, 95, 143, 147, 169, 230, *see also* Cramér–von Mises-type test
- integrated CDF, 4, 30
- integrated quantile function, 4
- interior points, 76, 129
- international economics, 20
- intersection-union principle, 60
- inverse probability weighting (IPW) estimator, 89
- isotonic regression, 175
- Jun, S. J., 96–98
- Kaur, Rao, and Singh (KRS) test, 59–61
- Kendall's tau statistic, 131
- kernel estimator, 102, 118, 120, 125, 138, 178, 213, 214
- kernel function, 135
- Koenker, R., 48–52, 70, 95
- Kolmogorov–Smirnov-type test, 19–21, 26, 32–34, 39, 48, 56, 103, 105, 107, 129, *see also* supremum-type test
- labor economics, 20
- Laplace transform, 167, 168
- least concave majorant (LCM), 122, 133, 170, 171
- least favorable case (LFC), 28
- least square cross-validation, 135
- Ledwina, T., 53, 58
- Lee, S., 19, 119, 125, 130, 134, 189, 241
- Lee, Y., 96–98
- Lee and Whang (LW) Test, 119–122, 237–241
- Levy, H., 5, 9, 12, 13, 17, 141, 159, 176
- likelihood ratio ordering, 65, 127, *see also* density ratio ordering
- likelihood ratio test, 26, 64, 174
- Linton, Maasoumi, and Whang (LMW) test, 20, 34, 39–45, 83, 225–227
- Linton, O. B., 17, 39, 43, 49, 68, 70, 73, 83, 98, 106, 109, 130, 137, 152, 187, 195
- Linton, Song, and Whang (LSW) test, 40, 74, 85, 98, 235–237
- local polynomial estimator, 116
- Lorenz curve, 12, 104, 143, 144
- Lorenz dominance, 12, 127, 143–146
 - generalized Lorenz dominance, 144
 - second-order stochastic dominance, 144
- Maasoumi, E., 16, 20, 39, 70, 83, 109, 137
- Maier, M., 89
- manageability assumption, 127
- Mann–Whitney–Wilcoxon-type test, 19, 26, 64, 170
- marginal conditional stochastic dominance, 149–151
- market selection hypothesis, 20
- Markov time series, 130
- Markowitz stochastic dominance, 12
- maximum t-statistic, 31, 77, 84, 168
- McFadden, D., 2, 32, 39
- McFadden test, 32–34, 221–222
- mean-variance approach, 9–11, 18, 68, 151
- measure of disagreement with stochastic dominance, 160, 163, 165, 187
- Melly, B., 98, 99, 101–103
- moment inequality, 76, 97
- Monday effect, 67
- multiplier method, 36, 82, 89, 123, 169, 177, 180
- multivariate stochastic dominance, 141–143
- Neyman's smooth tests, 53–58
- overlap coefficient, 187
- Owen, A. B., 62
- partial identification, 96
- Pearson's goodness of fit test, 26
- pointwise asymptotics, 76
- Poissonization method, 119, 188, 190
 - de-Poissonization lemma, 215, 216
- positive expectation dependence, 178
- Post, T., 17, 151, 152, 157, 160
- potential outcome framework, 87, 119
- poverty dominance, 146–147
- poverty gap, 146
- poverty gap profile, 146
- propensity score function, 88
- prospect stochastic dominance, 12
- Qu, Z. and Yoon, J., 114
- quadrant dependence, 14, 176–179
- quantile regression, 50, 70, 71, 93, 102
- quantile treatment effect (QTE), 92, 93, 111, 127
- quantile-based tests, 48–53

262 Index

- rank invariance, 92
- rank preservation, 93
- rank similarity, 93
- residual dominance, 40
- restricted stochastic dominance, 59, 162
- robust forecasting comparison, 198–199
- Rosenblatt, M., 125, 214
- Rothe, C., 99–104

- Scaillet, O., 153, 176
- SD admissibility, 154
- SD optimality, 154–158, 166
- SD tests with many covariates, 195–198
- second-order stochastic dominance
 - definition, 3
- second-order U-process, 130
- selective recentring approach, 67, 80, 83, 84, 129
- Shaked, M., and Shanthikumar, J. G., 170
- Shen, S., 118, 134
- Shi, X., 80, 82, 127, 170
- Shin, Y., 96–98
- Shorrocks, A. F., 5, 106, 144, 150
- Skorohod representation theorem, 92, 100
- smoothing parameter, 124, 133
- social welfare function, 141, 181
- Song, K., 19, 73, 98, 106, 109, 189
- spatial dominance, 15, 17, 186
- stochastic dominance efficiency, 13, 17, 151–154
- stochastic equicontinuity, 38, 208, 209
- stochastic maximality, 39
- stochastic monotonicity, 12, 130–134
- strong leverage hypothesis, 136–140
 - bias correction, 139
 - conditional moment inequality, 138
- studentized maximum modulus (SMM), 28, 32, 142
- style regression, 41
- subsampling, 42–44, 51, 52, 73, 83, 103, 153, 186
 - block subsampling, 227
 - score subsampling, 95, 96
 - subsample confidence interval, 162
 - subsample critical value, 40, 43, 52, 53, 69, 71, 95, 112, 140
 - subsample size, 44, 84, 112
 - subsample statistic, 52, 84, 95
- supremum-type test, 32, 89, 91, 95, 108, 116, 118, 123, 131, 134, 138, 143, 150, 154, 169, 177, 179, 186, 194, 197, 221, *see also* Kolmogorov–Smirnov-type test
- survival function, 172

- Tabri, T. V., 73, 169
- third-order stochastic dominance, 5
- Thistle, P. D., 6, 14, 21, 65, 107, 144, 166, 167
- thresholded lasso, 197
- time homogeneity, 96

- unbounded support, 5, 22, 73, 74, 106
- unconfoundedness, 87, 119
- uniform asymptotics, 76
- uniform Bahadur representation, 94, 115
- uniform size validity, 74, 76, 82, 129, 189, 190
- uniform stochastic ordering, 14, 172–176
 - density ratio ordering, 173
 - first order stochastic dominance, 173
- utopia index, 160

- van der Vaart, A. W., 130, 202
- VC class, 180, 209

- Wald test, 31, 57, 68, 70
- weak convergence, 38, 75, 114, 116, 120, 171, 184, 204, 208, 209, 214
- welfare analysis, 15, 141
- Whang, Y. -J., 17, 19, 39, 68, 70, 73, 83, 98, 106, 109, 119, 130, 134, 137, 152, 160, 187, 189, 195, 241
- Wolak, F. A., 32, 68, 70
- Wolfstetter, E., 5, 9, 15
- Wong, W. -K., 17, 48, 49, 51, 52
- Wooldridge, J. M., 87, 96
- Wylupek, G., 53, 58

- Xiao, Z., 48–52, 95

- Yatchew, A., 45, 143, 233
- Yitzhaki, S., 149, 150

- Zitikis, R., 147, 150