

Finance and Growth: Schumpeter Might Be Right

[Get access >](#)

Robert G. King, Ross Levine

The Quarterly Journal of Economics, Volume 108, Issue 3, August 1993, Pages 717–737, <https://doi.org/10.2307/2118406>

Published: 01 August 1993

Abstract

We present cross-country evidence consistent with Schumpeter's view that the financial system can promote economic growth, using data on 80 countries over the 1960–1989 period. Various measures of the level of financial development are strongly associated with real per capita GDP growth, the rate of physical capital accumulation, and improvements in the efficiency with which economies employ physical capital. Further, the predetermined component of financial development is robustly correlated with future rates of economic growth, physical capital accumulation, and economic efficiency improvements.

This content is only available as a PDF.

© 1993 by the President and Fellows of Harvard College and the Massachusetts Institute of Technology

Issue Section: [Articles](#)

You do not currently have access to this article.

Sign in

 [Get help with access](#)

Personal account

- Sign in with email/username & password
- Get email alerts
- Save searches

Institutional access



Sign in through your institution



Sign in through your



- Purchase content
- Activate your purchase/trial code
- Add your ORCID iD

[Sign in >](#)

[Register](#)

institution

[Sign in with a library card](#)

[Sign in with username/password](#)

[Recommend to your librarian](#)

Institutional account management

[Sign in as administrator](#)

Purchase

[Subscription prices and ordering for this journal](#)

[Purchasing options for books and journals across Oxford Academic](#)

Short-term Access

To purchase short-term access, please sign in to your personal account above.

Don't already have a personal account? [Register](#)

Finance and Growth: Schumpeter Might Be Right* - 24 Hours access

EUR €39.00

GBP £33.00

USD \$43.00