

TABLE OF CONTENTS

	Page
ABSTRACT	ii
TABLE OF CONTENTS	iii
LIST OF FIGURES	v
LIST OF TABLES	vi
1. INTRODUCTION	1
2. LITERATURE REVIEW	3
3. PREMARITAL COHABITATION AND DIVORCE	7
3.1 The data source	12
3.2 Descriptive statistics	13
3.2.1 An overview of marital outcome	13
3.2.2 Descriptive statistics for control variables	14
3.3 Results for linear probability models	17
3.4 The empirical setting of a nested logit model	21
3.4.1 An individual's union history	21
3.4.2 Construct a choice set	22
3.4.3 Generate counterfactual alternative-specific variables	25
3.4.4 The nested logit model	26
3.5 Descriptive statistics for nested logit models	30
3.6 Results for nested logit models	34
3.7 Summary of premarital cohabitation and divorce	37
4. PREMARITAL COHABITATION AND HAZARD OF DIVORCE	39
4.1 The data	40
4.2 Descriptive statistics for marital outcomes	41
4.2.1 Control variables in the hazard equations	42
4.3 Results for Cox proportional hazard models	44
4.4 A test of self-selection	47
4.4.1 Model specification	48
4.4.2 Identification	51
4.5 Results for joint estimations	53
4.6 Summary of premarital cohabitation and hazard of divorce	55

5. CONCLUSION	57
REFERENCES	60
APPENDIX A. FIGURES	65
APPENDIX B. TABLES	68