



HAL
open science

Understanding how experts rate cigars : a 'havanometric' analysis

Nicolas G. Vaillant, François-Charles Wolff

► **To cite this version:**

Nicolas G. Vaillant, François-Charles Wolff. Understanding how experts rate cigars : a 'havanometric' analysis. *Applied Economics*, 2011, 45 (01), pp.99-109. 10.1080/00036846.2011.595691 . hal-00732116

HAL Id: hal-00732116

<https://hal.science/hal-00732116v1>

Submitted on 14 Sep 2012

HAL is a multi-disciplinary open access archive for the deposit and dissemination of scientific research documents, whether they are published or not. The documents may come from teaching and research institutions in France or abroad, or from public or private research centers.

L'archive ouverte pluridisciplinaire **HAL**, est destinée au dépôt et à la diffusion de documents scientifiques de niveau recherche, publiés ou non, émanant des établissements d'enseignement et de recherche français ou étrangers, des laboratoires publics ou privés.



Understanding how experts rate cigars

Journal:	<i>Applied Economics</i>
Manuscript ID:	APE-2009-0459.R1
Journal Selection:	Applied Economics
Date Submitted by the Author:	27-Nov-2010
Complete List of Authors:	Vaillant, Nicolas; LEM (umr 8179 cnrs), Universite Catholique de Lille (FLSEG) Wolff, Francois-Charles; LEMNA, Université de Nantes
JEL Code:	L15 - Information and Product Quality Standardization and Compatibility < L1 - Market Structure, Firm Strategy, and Market Performance < L - Industrial Organization, L66 - Food Beverages Cosmetics Tobacco < L6 - Industry Studies: Manufacturing < L - Industrial Organization
Keywords:	Cigars, Expert opinion, Quality

SCHOLARONE™
Manuscripts

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54

Understanding how experts rate cigars: A “havanometric” analysis[#]

Nicolas Gérard Vaillant*

François-Charles Wolff**

First revision, Applied Economics

November 2010

Abstract: Drawing on data from an annual French guidebook published in 2004, this paper focuses on the determinants of experts' ratings on Cuban cigars. We find that high quality cigars are more likely to be recommended to more experienced cigar lovers. Both the self-assessed quality and recommendation depend on the length and diameter of the cigars, but also on more subjective characteristics like number and type of aromas. Results from a Fields' decomposition show that the quality of cigars is much more sensitive to the presence of a defect and number of aromas than the experts' recommendation, which is more influenced by the rarity of cigars. Finally, it is essentially the cigars' objective characteristics that have an influence on their prices, meaning that consumers truly benefit from additional qualitative information when reading experts' advice and ratings.

JEL Classification: L15, L66, Z1

Keywords: Cigars, expert opinion, quality

[#] We are indebted to an anonymous referee for very helpful comments and suggestions on a previous draft. The usual disclaimer applies.

* Corresponding author. LEM (UMR 8179 CNRS) and the Université Catholique de Lille (FLSEG), 60 bd Vauban, BP109, 59016 Lille Cedex, France. E-mail: nicolas.vaillant@icl-lille.fr <http://ngvaillant.e-monsie.com/> <http://flseg.icl-lille.fr/recherche/crch.asp>

** LEMNA, Université de Nantes, BP52231 Chemin de la Censive du Tertre, 44322 Nantes Cedex; CNAV and INED, Paris, France.

E-mail: francois.wolff@univ-nantes.fr <http://www.sc-eco.univ-nantes.fr/~fcwolff/>

1/ Introduction

Opinions and ratings from experts matter in many types of markets. A few recent studies have shown the significant impact of rankings in guidebooks on market outcomes. In the gastronomy sector, Gergaud *et alii* (2007) found that a star from the Michelin *Guide Rouge* is associated with a high price premium, independent of the quality of foods¹. In addition, Chossat and Gergaud (2003) have shown that guide evaluations are not exclusively related to food quality. Restaurants have an incentive to invest in their setting (through the choice of their wines in their cellars among other things) to achieve higher marks from guides.

Hadj Ali *et alii* (2008) looked at the influence of Robert Parker oenological grades on *primeur* wine prices using a natural experiment, the wine grades having been attributed after the determination of prices in 2003. Their estimate of the Parker effect is about 2.8 Euros per bottle of wine. Using data from the Queen Elisabeth piano competition over the period 1952-1991, Ginsburgh and van Ours (2003) have shown that better rankings lead to more success, measured by the presence of recodes in different catalogues of music and by ratings from Belgian music critics². This is puzzling as the order of appearance, which is randomly assigned, should have no influence on the judges' ranking.

By definition, experts are expected to provide useful information on product quality to consumers, at a relatively low cost. However, one difficulty with the ratings they provide is that they sometimes mislead consumers and this affects the structure of the market itself as shown above. These results, along with those of Ashenfelter and Jones (2000) on the relationship between experts' rating of wines and their prices, cast doubt on the ability of experts to make fully objective judgments. But do consumers really seek only objective information when reading a guidebook?

If one assumes that most of the more objective attributes of products are reflected in their prices, then it could be argued that consumers expect something else from experts, with more qualitative (and hence subsequently more subjective) information. Given the increasing availability of guidebooks and other consumer reports, which have a large audience, it is important to understand how experts form their opinions. In particular, how are they influenced by the intrinsic and extrinsic characteristics of products when giving their recommendation?

¹ Results from a hedonic price equation show that being featured in the Michelin guide is associated to a price premium of 9%. The premium increases by 27% when a restaurant is awarded its first star.

² Expert opinions also matter in art markets (Ginsburgh, 2003), sport betting markets (Avery and Chevalier, 1999) or in the stallion vaulting semen market (Vaillant *et alii*, 2010).

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

Many papers have relied on hedonic methods to measure both price and quality of wines (see among others Combris *et alii*, 1997, 2000, Landon and Smith, 1997, Lecocq and Visser, 2006). In this research, we focus on the complementary, albeit less explored, market of cigars. After a period of low demand during the second part of the 20th century, during recent years the cigar market has become much more attractive around the world . The global cigar and cigarillo market in 2006 was around 18 millions units, with a robust growth of premium cigars. The United States and four Western European countries (namely France, Germany, Spain and United Kingdom) account for about 96 percent of the global demand³.

An important feature that wines and cigars have in common is that their intrinsic quality cannot really be appreciated before purchase (Shapiro, 1983, Allen, 1984)⁴. Experts' ratings should then be of the highest importance for the cigar market. To the best of our knowledge, so far only three studies have dealt with the estimation of hedonic price and quality equations of cigars (Stover, 1996, Freccia *et alii*, 2003, Livat and Vaillant, 2006). Our contribution then adds empirical evidence to the role of experts on cigar markets. Specifically, we attempt to measure the added-value of experts' opinions on cigars with respect to the information included in price. Do consumers benefit from fresh information not reflected in the cigar's price when reading the experts' opinion?

To provide an answer to this question, we use data on Cuban cigars published in a French guidebook to study the determinants of experts' ratings through an econometric analysis. Specifically, we investigate the quality grade measured on a five-point scale and the recommendation of the cigar to a particular group of smokers (all cigar smokers, experienced smokers, etc). We estimate hedonic rating functions, cigars being regressed on a set of characteristics attributes that are objective (diameter, length, handmade cigars) and on more subjective characteristics like strength, lighting, combustion or aromas among others. Drawing on decomposition techniques (Fields, 2003), we calculate the exact contribution of each explanatory variable when explaining variation in rating. We also perform a similar analysis with information on prices and study whether more subjective attributes have more influence on experts' ratings than on prices.

Our results show that high quality cigars are, on average, recommended to more experienced cigar lovers. Grades on quality and recommendations depend on both the length

³ The per capita consumption is about 19 cigars in North America, while it is 17.7 in Western Europe. The per capita consumption is much lower (less than 1) in Latin America and Asia.

⁴ Both Landon and Smith (1998) in the area of wine and Vaillant and Livat (2006) in the area of cigars show that the reputation of products plays a substantial role in consumer decisions.

1
2
3
4
5 and diameter of the cigar, but also on more subjective characteristics like the presence of a
6 defect or the number of aromas. Conversely, it is essentially the more objective characteristics
7 of the cigars that influence their prices. Thus, our findings suggest that consumers truly
8 benefit from additional qualitative information when reading experts' advice and ratings.
9

10
11 The reminder of this paper is organized as follows. In the next Section, we briefly
12 review the few economic papers dealing with cigars. The data that we use for our empirical
13 analysis are described in Section 3. We comment on the results of our econometric analysis in
14 Section 4. Finally, Section 5 concludes.
15
16
17
18

19 20 21 **2/ Literature review**

22 When turning to the specific field of cigar consumption, literature remains scarce.
23 Most of the published contributions so far deal with health considerations. For instance,
24 Vlachopoulos *et alii* (2004) show that cigar smoking increases stiffness of large arteries. Using
25 data from 1977 to 1984, Higgins *et alii* (1988) study the effect of pipe and cigar smoking on
26 the risk of lung cancer, and find that cigar and pipe smokers experienced much lower lung
27 cancer risks than cigarette smokers. However, Refs *et alii* (1982) highlight the irritant effects
28 of cigars and note that cigar smoke produces similar responses to an unfiltered cigarette at the
29 top of the tar and nicotine range. Cigars are not then a safe alternative to cigarettes. This is of
30 interest as Delnevo *et alii* (2004) have recently shown that a rise in the cigarette excise tax
31 was leading to some product substitution between cigarettes and cigars⁵.
32
33
34
35
36
37
38
39

40 To the best of our knowledge, only three papers have focused on hedonic equations
41 related to either prices or quality of cigars. Using a data set of 380 cigars, Stover (1996)
42 estimates a hedonic price index for premium cigars using OLS regressions. On average, cigars
43 are more costly when they are longer, thicker, of higher quality and also when they are made
44 in Cuba. Using an unbalanced sample of the cigars of the 32 Cuban brands commercialized in
45 France covering the years 2000 (270 observations), 2001 (275 observations), 2002 (261
46 observations) and 2003 (237 observations), Livat and Vaillant (2006) estimate experts' rating
47 hedonic equations. They show that the quality of cigars is independent of their prices and is
48 linked to their physical attributes. Furthermore, these objective characteristics play an
49 increasing role over time and some brands are preferred by experts.
50
51
52
53
54
55
56
57
58
59

60 ⁵ Delnevo *et alii* (2004) have found such product substitution in New Jersey using data from 2001 and 2002. The proportion of cigar smokers especially increases among males, whites, all cigarette smokers and those who have gone through higher education.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

Freccia *et alii* (2003) account both for price and quality of cigars using data from the leading cigar rater (the Cigar Aficionado Magazine) over the 1992-1999 period. Using a sample of 689 cigars restricted to two cigar sizes (Coronas and Double Coronas), they show that there is a positive correlation between price and quality rating. However, rating explains only a small proportion of price variation and the overall correlation between price and quality tends to decrease over time. Finally, results from a hedonic price regression indicate that flavor dummies influence price less than objective characteristics like origin country⁶. When considering the determinants of ratings, a reverse pattern holds true since sensory characteristics are more significant than more objective features, with additional evidence of a bias of the judges against mild cigars.

3/ Description of the data

To study the determinants of cigars, we use a cross-sectional dataset collected from an annual guidebook published in France, the *Havanscope*. The experts from *Havanscope* tasted the 261 Cuban cigars commercialized in France in 2004.

The editor of the guidebook is Jean-Paul Kaufmann, a famous journalist in France. He explicitly takes on the subjectivity of experts and the fact that the evaluation is not conducted in blind tasting. In other words, because the experts know the cigar, it is possible that quality and recommendation reflect some sort of brand reputation. Unfortunately, the exact number and the personality of experts remain unknown. For each cigar, the *Havanscope* provides three sets of information related to both objective and subjective characteristics respectively and to evaluations giving by the experts of the *Havanscope*.

Let us first describe the more objective features of the cigars. According to the descriptive statistics provided in Table 1, the mean diameter of the cigar is about 1.64 centimeters and the mean length is 13.96 centimeters. There are large variations in cigar length, since the shortest and the longest ones respectively measure 9.8 and 23.5 centimeters. Among the Cuban cigars under consideration, 16.6% of them are machine-rolled. Most of them are thus handmade, a feature usually associated to the highest level of quality. Concerning the date of creation of cigars brands, about 65% have been launched before 1900.

⁶ In particular, the mean price of a cigar is much higher when the Cigar is made in Cuba, with a 7 dollar increase (Freccia *et alii*, 2003).

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

Only 15% of them have been produced after the Second World War. Finally, the mean price of a cigar is 6.56 Euros, with a median price of 5.5 Euros⁷.

Insert Table 1 here

The dataset includes several subjective characteristics related to the consumption of cigars. According to the experts of the *Havanscope*, 54.4% of the cigars are considered as strong. A similar proportion of cigars (54.4%) is concerned with remarks about lighting, while remarks about consumption are less frequently reported (23.2%). Two other characteristics, which are likely to influence the final rating given by the experts, are respectively any remarks about a defect linked to consumption (in 39% of cases) and remarks about the scarcity of the cigars, which remains infrequent (5.4%)⁸.

The *Havanscope* includes a detailed description of the aromas perceived by the experts (see Table 1). We choose to categorize these aromas using Houvenaghel's classification (2005) and make a distinction between 10 aromas. The mean number of perceived aromas in a cigar is 3.2. About 6% of the cigars are characterized by only one aroma, while 35% of them have at least four aromas. Woody, humus, spicy, and roasted are the most frequently reported aromas in our database, respectively 59.85%, 53.67%, 52.90% and 43.24%. A few cigars (10.81%) are perceived as having an unpleasant aroma.

We now turn to the quality evaluation and recommendations formulated by the experts of the cigar guidebook. The *Havanscope* provides the two following indicators. The first one is a mark given to the cigar, which is a measure of its quality. The experts' rating ranges from 1 "ring" (low-quality) to 5 "rings" (high-quality), the mean mark related to quality being 2.62. As shown in Table 2, only a few Cuban cigars are considered as being of high quality, since only 8.5% have the highest mark and 16.6% have the grade of 4. About 47.5% of the cigars are of low quality, with a mark of either 1 or 2.

Insert Table 2 here

Experts complete their mark with a recommendation since they indicate to which category of consumers each cigar seems the most appropriate. Again, the recommendations are distributed according to an ordered scale with five categories. The worst category is related to cigars that are not recommended to smokers. Then, four kinds of consumers are distinguished, on the basis of their experience in cigars smoking. According to the data, 11.2% of the cigars are not recommended, while 47.5% are recommended to all cigar

⁷ About 20 percent of the cigars exceed 10 Euros, the highest price in our database being 28 Euros (the most expensive cigar being the *Monte Cristo A*).

⁸ Presence of a defect refers to some difficulties in lighting the cigar, the fact it frequently goes out, etc.

1
2
3
4 smokers. In fact, very high recommendations are not frequent since the top two categories
5 (respectively experienced cigar lovers and very experienced cigar lovers) concern only 17%
6 of the consumers as shown in Table 2.
7
8

9
10 On *a priori* grounds, there is no reason for experts to recommend better cigars to more
11 experienced consumers. Simple calculations show that this is absolutely not the case. Treating
12 both the experts' rating and recommendation as continuous outcomes, we find a very high
13 value for the corresponding correlation coefficient (0.741), which is significant at the one
14 percent level. Therefore, a high mark awarded to a cigar is more often associated with a high
15 recommendation from the experts, as clearly shown in Table 2. For instance, cigars not
16 recommended by the experts are all in the lowest quality category. Among cigars
17 recommended to cigar lovers, 75% of them are at least of medium quality (with a mark of 3
18 and above) and about 90% of the cigars recommended to experienced or very experienced
19 cigar lovers are characterized by a quality of four or five.
20
21

22 This first interesting result suggests that experts explicitly consider cigars as
23 experience goods, *i.e.* goods whose true quality cannot be known before consumption. As a
24 consequence, the utility derived from the consumption of the cigar cannot perfectly be known
25 before smoking. According to the experts from *Havanscope*, one defective product on 25 is
26 an acceptable frequency. Furthermore, from the expert point of view, an inexperienced cigar
27 smoker should not be able to know what a good cigar is. This finding is somewhat puzzling as
28 one expects that information provided in guidebook concerns not only experienced consumers
29 (defined as consumers who already benefit from their own experience).
30
31

32 The data finally allow us to understand how the recommendations formulated by
33 experts depend on the characteristics of the cigar. For the sake of illustration, in what follows
34 we focus on the role of aromas on both the self-reported quality and the recommendation.
35
36

37 Descriptive statistics reported in Table 3 suggest that experts have strong preferences
38 for specific aromas. A first expected finding is that cigars featuring an unpleasant taste are
39 much more likely to be not recommended (39.3%) or recommended to every cigar smoker
40 (46.4%). The same pattern holds when considering the self-rated quality, since 71.4% of the
41 cigars characterized by an unpleasant taste are evaluated as being of the lowest quality. A
42 second result is that both recommendation and quality are positively influenced by the same
43 aromas. On average, flower-, animal-, sweet- and spicy-flavored cigars benefit from a higher
44 evaluation from experts. Conversely, woody- (which is the most common aroma) and
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

herbaceous-flavored cigars are more often recommended to every cigars smoker and are assessed as being of low or medium quality.

Insert Table 3 here

To further investigate the role of both the objective and subjective cigar characteristics on the experts' opinions, we now turn to an econometric analysis. We are not only interested in knowing which factors significantly influence the levels of quality and recommendation provided by the cigar guidebook, but we also attempt to quantify the influence of each cigars characteristic on the experts' ratings. Finally, we compare these contributions to those obtained from a hedonic cigar price equation.

4/ An econometric analysis of experts' rating

4.1/ A bivariate ordered Probit model of recommendation and quality

The first step of our analysis is to understand the determinants of both the levels of recommendation and quality formulated by experts in the guidebook. Let Y_m^* be a latent, unobserved variable corresponding to a mark given by an expert to a cigar. The mark may be related either to recommendation ($m = r$) or to quality ($m = q$). Each opinion from the expert is expected to depend on a set of exogenous characteristics X , assumed to be the same for both recommendation and quality. By definition, we only observe the ordered indicators Y_r ($Y_r = 1, \dots, 5$) and Y_q ($Y_q = 1, \dots, 5$) in the database.

We use a bivariate ordered Probit model, which is made up of two equations that are jointly estimated. The first one refers to recommendation, while the second one corresponds to the quality level. The bivariate model may be expressed as:

$$\begin{cases} Y_r^* = \beta_r' X + \varepsilon_r \\ Y_q^* = \beta_q' X + \varepsilon_q \end{cases} \quad (1)$$

with $Y_r = j$ when $\mu_{r,j} < Y_r^* \leq \mu_{r,j+1}$ and $j = 1, \dots, 5$, $Y_q = k$ when $\mu_{q,k} < Y_q^* \leq \mu_{q,k+1}$ and $k = 1, \dots, 5$. We assume that $\mu_{r,1} = -\infty$, $\mu_{r,6} = +\infty$, $\mu_{q,1} = -\infty$ and $\mu_{q,6} = +\infty$. The various $\mu_{r,j}$ and $\mu_{q,j}$ are a set of threshold parameters that have to be estimated jointly with the parameters β_r and β_q . Finally, we assume that the random disturbances ε_r and ε_q follow a bivariate normal distribution with variances equal to one and an unknown coefficient correlation ρ to be estimated.

For a given observation i , the log likelihood may be expressed as:

$$\ln \ell_i = \sum_j \sum_k D_1(Y_{ri} = j, Y_{qi} = k) \Pr(Y_{ri} = j, Y_{qi} = k) \quad (2)$$

with $\Pr(Y_{ri} = j, Y_{qi} = k) = \Pr(\mu_{r,j} < Y_{ri}^* \leq \mu_{r,j+1}, \mu_{q,k} < Y_{qi}^* \leq \mu_{q,k+1})$ and where $D_1(Y_{ri} = j, Y_{qi} = k)$ is equal to one when $Y_{ri} = j$ and $Y_{qi} = k$ and 0 otherwise. Each term $\Pr(Y_{ri} = j, Y_{qi} = k)$ may be expressed as a sum of four terms involving the bivariate standard normal cumulative distribution function $\Phi_2(\cdot)$. The log likelihood of the total sample is $\ln L = \sum_i \ell_i$ and the corresponding model is estimated by a maximum likelihood method. Note that (2) is a seemingly unrelated specification, meaning that no exclusion restriction is needed to identify the parameters in the bivariate ordered model.

The different covariates introduced in the regression are diameter and length, whether the cigar is machine made, seniority, any remarks about strength, lighting, combustion, defects, and rarity. Concerning aromas, we estimate two different sets of regressions. In the first specification, we only account for the number of aromas in the cigar, while in the second specification we include a set of flavor dummies. Results of the bivariate ordered Probit models are presented in Table 4.

Insert Table 4 here

A few objective and subjective characteristics (respectively age of the cigar's brand and remarks about lighting and combustion) have no significant effect on quality, nor on recommendation, except in the recommendation equation with controls for the aromas dummies. In that case, experts are more likely to recommend cigars with good combustion. The fact that cigars are machine-made only affects quality, but the negative relationship is only significant at the 10 percent level. This is surprising, insofar as a handmade cigar consists of the filler, the binder to hold the filler, and the outer wrapper, all consisting of 100% tobacco. Conversely, the filler in machine-made cigars is not 100% tobacco and such cigars frequently have defects in their appearance (diameter or length are not constant).

The two other objective characteristics, diameter and length, have a positive and significant impact on recommendation and quality. As expected, experts give a higher rating to both larger and longer cigars, but the diameter coefficient is much higher than the length coefficient. In other words, a "chubby" cigar is viewed as a better cigar than a long one. Nevertheless, in some circumstances, it may present the advantage of being less time consuming, especially for beginner smokers. This could explain why the difference in the diameter and length coefficients is smaller for recommendation than for quality.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

According to the data, the presence of an explicit defect in the cigar strongly reduces its quality level evaluation. A similar effect, albeit of a slightly smaller magnitude, is found with the recommendation level. It is interesting to note that the difficulty of finding a cigar is assessed both in the recommendation and quality equations. An interpretation could deal with snobbism (Corneo and Jeanne, 1997) if experts tend to favor cigars that are more difficult to find in a cigar shop. At the same time, the remark on scarcity may simply be due to the fact that these cigars are relatively more in demand, which should be the case if they are of high quality. The strength of the cigar has a positive effect only in the recommendation equation. Strong cigars are not systematically better in terms of quality, but according to experts, only experienced smokers are able to enjoy this characteristic.

Finally, there is a positive relationship between the number of aromas and quality and aromatic cigars are more likely to be recommended by experts. Results in Table 4 show that herbaceous and fruity cigars are not significantly higher rated, nor recommended. While the woody, roasted and humus dummies have no effect on recommendation, the woody and roasted flavors improve quality. Conversely, humus flavor (which is the most common aroma among low quality cigars) sounds more like a negative characteristic. Unpleasant cigars are logically penalized and not recommended, whereas sweet, flowered, spicy and animal features are positively related to both quality and recommendation.

Interestingly, our results on the impact of the aroma statements are very similar to those described in Freccia *et alii* (2003). With cigars from different countries of origin, these authors show that sensory characteristics strongly influence ratings. We get very similar results with our subsample of Cuban cigars, with the same positive correlation between ratings and spicy, sweet and woody flavors. A more original result, specific to our study, is that the various flavors do not have exactly the same influence on ratings and on recommendation. This is the case for the woody and humus aromas, with respectively positive and negative effects on ratings, but insignificant impact on recommendation.

4.2/ *Assessing the contributions of cigars' characteristics to ratings*

We now attempt to assess the respective influence of the various cigars' characteristics on the experts' ratings. The idea is to know, for instance, whether the diameter and length of the cigars are more influential when explaining either recommendation or quality. In the context of linear models estimated through OLS, the decomposition methodology proposed in

Fields (2003) provides a simple way of measuring the role of each covariate when explaining a given outcome. Let us briefly present the methodology.

For that purpose, we consider the following linear model $Y_m = \beta_m X + \varepsilon_m$. Suppose that there are N exogenous regressors in X , indexed by n (with $n = 1, \dots, N$). Then, the variance of the dependent variable Y_m may be decomposed in the following way:

$$\text{var}(Y_m) = \sum_n \text{cov}(\beta_m X_n, Y_m) + \text{cov}(\varepsilon_m, Y_m) \quad (3)$$

We then deduce the relative contribution of each covariate and the residual from:

$$\sum_n s(X_n) + s(\varepsilon_m) = 100\% \quad (4)$$

with $s(X_n) = \text{cov}(\beta_m X_n, Y_m) / \text{var}(Y_m)$ and $s(\varepsilon_m) = \text{cov}(\varepsilon_m, Y_m) / \text{var}(Y_m)$. The first term on the left-hand side of (4) is equal to the R^2 , meaning that $s(X_n)$ indicates the weight of each regressor on the variable of interest Y_m .

A difficulty in our context is that both recommendation and quality are ordered indicators, so that they cannot be treated as continuous outcomes. We thus turn to the technique of simulated residuals described in Gouriéroux *et alii* (1987) to get continuous outcomes Y_r^c and Y_q^c respectively from Y_r and Y_q . We proceed in the following way. First, using two separate ordered Probit regressions, we get consistent estimates for both the parameters of interest $\hat{\beta}_r$ and $\hat{\beta}_q$ and the threshold values $\hat{\mu}_{r,j}$ and $\hat{\mu}_{q,j}$ ⁹. Then, for each cigar i , we draw random terms ω_{ri} and ω_{qi} in the normal density function respectively for recommendation and quality till the following conditions hold:

$$\hat{\mu}_{r,j} < \hat{\beta}_{ri}' X_i + \omega_{ri} \leq \mu_{r,j+1} \quad (5)$$

$$\hat{\mu}_{q,j} < \hat{\beta}_{qi}' X_i + \omega_{qi} \leq \mu_{q,j+1} \quad (6)$$

For each cigar, the continuous proxy of the latent variables measuring recommendation and quality are respectively given by $Y_{ri}^c = \hat{\beta}_{ri}' X_i + \omega_{ri}$ and $Y_{qi}^c = \hat{\beta}_{qi}' X_i + \omega_{qi}$. As a final step, we turn to OLS regressions to explain both Y_{ri}^c and Y_{qi}^c as a function of the selected covariates and apply the basic Fields decomposition to get the relative weight of each covariate on the experts' rating. The corresponding results are in Table 5.

Insert Table 5 here

⁹ We neglect here the correlation between the residuals of the two outcomes. Estimates from the independent ordered regressions are very similar to those from the bivariate model. Results are available upon request.

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

According to the dataset, the most influential factor both in the recommendation and quality equations is the presence of a defect. When the cigar has a defect, this explains respectively 31.8% and 45.8% of the variation in recommendation and in quality. The role of diameter and length is also important when explaining both outcomes. The contribution of these physical characteristics is equal to 31.4% for recommendation and 25.8% for quality. While experts put more emphasis on diameter than on length for quality (14.6% instead of 11.2%), the reverse pattern holds for quality.

The influence of the other objective characteristics (machine made cigar, age of the cigar's brand) is more modest, as well as lighting, combustion and, to a lower extent, strength in the recommendation equation (about 5%). An interesting result of Table 5 is that the difficulty of finding a cigar has a much higher weight in the recommendation equation (12.5%) than in the quality equation (4.2%), reinforcing the hypothesis of experts' snobbism. Finally, the number of aromas account for about 19.6% of the variation in quality, and 12.6% of the variation in recommendation. For both ratings, the most influential aromas in quality are spicy and animal.

4.3/ Insights from a hedonic price equation

We now turn to a hedonic price equation. Our concern here is to know whether the various cigars' characteristics have the same influence on both the experts' rating and price. Considering the log of the cigar price as dependent variable, we estimate OLS regressions to explain the price level. The corresponding estimates are shown in Table 6.

Insert Table 6 here

A first finding is that the explanatory variables playing a role in the price equation are not systematically the same than those previously having an influence in the quality and recommendation equations. In other words, information revealed in the hedonic price function is adequately completed with information revealed by experts. From Table 6, we note that subjective characteristics like strength, lighting and combustion do have a significant influence on the price level. This is also the case for the various aromas, except for the animal and sweet flavors whose presence in a cigar increases its price by 17.4% and 15.7%. In the same way, the most aromatic cigars are more costly, but the effect of each further aroma on price remains somewhat low (+4.5%).

We also include the contribution of each covariate from a Fields decomposition in Table 6. The contribution of the number of aromas is equal to 4.5% in the price equation, but

1
2
3
4 the corresponding weight was much higher in the recommendation (12.6%) and quality
5 (19.6%) equations. This suggests that experts devote more importance to the subjective
6 characteristics of the cigar compared to the market, which is precisely what consumers expect
7 from a guidebook. This result is reinforced by the fact that both diameter and length of the
8 cigars have a much higher weight in the price equations. These two factors explain more than
9 45% of the variation in price.

10
11
12
13
14
15 Another influent objective characteristic is whether the cigar is handmade or not.
16 When the cigar is machine-rolled, its price is reduced by 83.6% and this is the most influential
17 factor (about 34%) when explaining price. The presence of a defect and the difficulty of
18 finding a cigar have a significant impact on the price level. On the one hand, the price is
19 reduced by 21.6% when the cigar has a defect. On the other hand, scarce cigars are more
20 costly, with a 35% increase in price. Nevertheless, it should be noted that the weight of these
21 two covariates is much smaller in the price equation (respectively 7.2% for defects and 4.1%
22 for scarcity) than in the experts' rating equations.

23
24
25
26
27
28
29
30 A last comment about our price regressions is that we get high values of R^2 . According
31 to Table 6, the selected covariates explain a large part of the variation of the dependent
32 variable (around 75%). This seems higher than the other empirical estimates in the cigar
33 market. For instance, estimates from hedonic real price equations reported in Freccia *et alii*
34 (2003, p. 182) lead to a R^2 equal to 0.583. An explanation of the gap could be that we
35 consider a much more homogeneous sample since we only consider cigars from Cuban.
36 Conversely, Freccia *et alii* (2003) draw on data from the Cigar Aficionado Magazine and they
37 include cigars from 14 different countries, 68.9% of them coming from Dominican Republic
38 and Honduras.

46 47 **5/ Concluding comments**

48
49 The purpose of our empirical study was to provide insights on the determinants of both
50 quality and price of cigars using data from the *Havanscope*, an annual French guidebook.
51 Our main results are twofold.

52
53
54 First, the experts' ratings on quality and recommendation depend on both objective
55 and subjective characteristics of the cigars like length, diameter, or number and types of
56 aromas. As previously shown in Chossat and Gergaud (2003) on the gastronomy market and
57 in Freccia *et alii* (2003) and Livat and Vaillant (2006) on the cigar market, experts facilitate
58 the discovering and choice of this experience good. Furthermore, consumers truly benefit
59
60

1
2
3
4
5 from additional qualitative information when reading experts' advice and ratings. Secondly,
6 experts are likely to recommend high quality cigars to more experienced cigar lovers. This
7 proves that experts are not substitutes to experience for experience goods, and they are thus
8 useful to consumers that need less information.
9

10
11 A limitation of our study is that we do not investigate the relationship between cigar's
12 price and experts' rating, either for recommendation or quality. However, since our sample is
13 a cross-section of cigars, we would only be able to document the correlation between price
14 and rating, while it is certainly important to comment on causality issues. On the one hand,
15 the ratings formulated by experts may lead to an increase in price if better-evaluated cigars are
16 in higher demand (an expert premium). On the other hand, experts may be tempted to
17 interpret the price of a cigar as a sign of its quality, thereby systematically giving higher
18 marks to more costly cigars.
19

20
21 Finally, several extensions of our work may come to mind. Firstly, it would be
22 worthwhile to collect longitudinal data in order to estimate hedonic price and quality
23 equations net of unobserved heterogeneity. For instance, this would give the opportunity to
24 study the persistence of quality over time and the possible influence of adverse climatic
25 shocks on the production of cigars. Secondly, it would be of interest to extend our analysis to
26 the whole market of cigars in order to include cigars from other major countries producing
27 cigars like Jamaica, Bahamas, Dominican Republic, Honduras, Nicaragua, Costa Rica,
28 Ecuador or Brazil. We leave all these issues for future research.
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

References

- Allen F., (1984), 'Reputation and product quality', *RAND Journal of Economics*, vol. 15, pp. 311-327.
- Ashenfelter O., Jones G., (2000), 'The demand for expert opinions: Bordeaux Wine', *Les Cahiers Scientifiques de l'Observations des Conjonctures Vinicoles Européennes*, vol. 3, pp. 1-17.
- Avery C., Chevalier J., (1999), 'Identifying investor sentiment from price paths: the case of football betting', *Journal of Business*, vol. 72, pp. 493-521.
- Chossat V., Gergaud O., (2003), 'Expert opinion and gastronomy: The recipe for success', *Journal of Cultural Economics*, vol. 27, pp. 127-141.
- Combris, P., Lecocq S., Visser M., (1997), 'Estimation of a hedonic price equation for Bordeaux wine: Does quality matter?', *Economic Journal*, vol. 107, pp. 309-402.
- Combris P., Lecocq S., Visser M., (2000), 'Estimation of a hedonic price equation for Burgundy wine', *Applied Economics*, vol. 32, pp. 961-967.
- Corneo G., Jeanne O., (1997), 'Conspicuous consumption, snobbism and conformism', *Journal of Public Economics*, vol. 66, pp. 55-71.
- Delnevo C. D., Hrywna M., Foulds J., Steinberg M. B., (2004), 'Cigar use before and after a cigarette excise tax increase in New Jersey', *Addictive Behaviors*, vol. 29, pp. 1799-1807.
- Fields G., (2003), 'Accounting for income inequality and its change: A new method, with application to the distribution of earnings in the United States', *Research in Labor Economics*, vol. 22, pp. 1-38.
- Freccia D.M., Jacobsen J.P., Kilby P., (2003), 'Exploring the relationship between price and quality for the case of hand-rolled cigars', *Quarterly Review of Economics and Finance*, vol. 43, pp. 169-189.
- Gergaud O., Guzman L.M., Verardi V., (2007), 'Stardust over Paris gastronomic restaurants', *Journal of Wine Economics*, vol. 2, pp. 24-39.
- Ginsburgh V., (2003), 'Awards, success and aesthetic quality in the arts', *Journal of Economic Perspectives*, vol. 17, pp. 99-111.
- Ginsburgh V., Van Ours J.C., (2003), 'Expert opinion and compensation : Evidence from a musical competition', *American Economic Review*, vol. 93, pp. 289-298.
- Gouriéroux C., Monfort A., Renault E., Trognon A., (1987), 'Simulated residuals', *Journal of Econometrics*, vol. 34, pp. 201-252.
- Hadj Ali H., Lecocq S., Visser M., (2008), 'The impact of gurus: Parker grades and en primeur wine prices', *Economic Journal*, vol. 118, pp. F158-F173.
- Higgins I. T. T., Mahan C. M., Wynder E. L., (1988), 'Lung cancer among cigar and pipe smokers', *Preventive Medicine*, vol. 17, pp. 116-128.
- Houvenaghel D., (2005), *Le cigare – De la culture à l'art*, Editions du Gerfaut.
- Landon S., Smith C.E., (1997), 'The use of quality and reputation indicators by consumers: the case of Bordeaux wine', *Journal of Consumer Policy*, vol. 20, pp.289-323.

- 1
2
3
4
5 Landon S., Smith C.E., (1998), 'Quality expectations, reputation, and price', *Southern*
6 *Economic Journal*, vol. 64, pp. 628-647.
- 7
8 Lecocq S., Visser M., (2006), 'What determines wine prices: Objective vs. sensory
9 characteristics', *Journal of Wine Economics*, vol. 1, pp. 42-56.
- 10
11 Livat F., Vaillant N.G., (2006), 'Expert opinion and brand reputation : An analysis from a
12 French Cuban cigars Guidebook', *Applied Economics Letters*, vol. 13, pp. 97-100.
- 13
14 Refs P.J., Chowienzyk P.J., Ayres J.G., Clark T.J.H., (1982), 'Irritant effects of cigarette and
15 cigar smoke', *The Lancet*, vol. 320, pp. 1015-1017.
- 16
17 Shapiro C., (1983), 'Premiums for high quality products as returns to reputations', *Quarterly*
18 *Journal of Economics*, vol. 98, pp. 659-679.
- 19
20 Stover M.E., (1996), 'An hedonic price index for premium cigars', *Journal of Economics*,
21 vol. 22, pp. 63-73.
- 22
23 Vaillant N.G., Lesot P., Bonnard Q., Harrant V., (2010), 'The use of expert opinion, quality
24 and reputation indicators by consumers: Evidence from the French vaulting stallion
25 semen market', *Applied Economics*, vol. 42, pp. 739-745.
- 26
27 Vlachopoulos C., Alexopoulos N., Panagiotakos D., O'Rourke M.F., Stefanadis C., (2004),
28 'Cigar smoking has an acute detrimental effect on arterial stiffness', *American Journal of*
29 *Hypertension*, vol. 17, pp. 299-303.
- 30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60

Table 1. Descriptive statistics of the cigars

Variables	Definitions	mean	(s.d.)
<i>Objective characteristics</i>			
Diameter	Diameter of the cigar, in mm	16.42	(2.29)
Length	Length of the cigar, in mm	139.64	(25.78)
Machine	1 = machine-rolled cigar, 0 = handmade cigar	16.60%	(0.37)
Seniority	Age of the cigar's brand	113.72	(51.24)
Price	Price of the cigar in 2004, in euros	6.56	(4.85)
<i>Subjective characteristics</i>			
Strong	1 = strong cigar, 0 = otherwise	54.44%	(0.50)
Lighting	1 = remark about lighting, 0 = otherwise	54.44%	(0.50)
Combustion	1 = remark about combustion, 0 = otherwise	23.17%	(0.42)
Defect	1 = remark about a defect linked to consumption, 0 = otherwise	39.00%	(0.49)
Scarcity	1 = scarce, 0 = otherwise	5.41%	(0.23)
Aromas	Number of perceived aromas in the cigar	3.20	(1.23)
Herbaceous	1 = herbaceous-flavored cigar (Eucalyptus, Hay, Fern, Herbs, Straw), 0 otherwise	33.20%	(0.47)
Woody	1 = woody-flavored cigar (Tropical hardwood, Cedar, Lichen, Liquorice, Pine resin, Tree trunk), 0 otherwise	59.85%	(0.49)
Humus	1 = humus-flavored cigar (Mushroom, Foliage, Damb grass, Soil-based compost, Peat, Truffles), 0 otherwise	53.67%	(0.50)
Spicy	1 = spicy-flavored cigar (Cinnamon, Spice, Nutmeg, Chilli, Pepper, Vanilla), 0 otherwise	52.90%	(0.50)
Fruity	1 = fruity-flavored cigar (Citrus fruit, Almonds, Bitter almonds, Quince, Walnut, Prune), 0 otherwise	2.70%	(0.16)
Flower	1 = flower-flavored cigar (Acacia, Hawthorn, Dry flowers, Honey, Lime), 0 otherwise	23.94%	(0.43)
Animal	1 = animal-flavored cigar (Leather, Cowshed, Game, Musk), 0 otherwise	20.46%	(0.40)
Sweet	1 = sweet-flavored cigar (Brioche, Coffee with frothy milk, Chocolate, Candied fruits, Mocha cake, Ginger bread), 0 otherwise	18.92%	(0.39)
Roasted	1 = roast-flavored cigar (Cocoa, Coffee, Caramel, Hazelnut, Roast bread, Torrefaction), 0 otherwise	43.24%	(0.50)
Unpleasant	1 = presence of an unpleasant taste (Ammonia, Burning horn, Coal tar, Metal, Mould, Oleaginous, Paper, Pharmaceutical, Dust), 0 otherwise	10.81%	(0.31)

Source: Havanoscope, 2004.

Table 2. Quality and recommendations from the experts

Quality	Recommendation					All
	Not recommended	To all cigar smokers	To cigar lovers	To experienced cigar lovers	To very experienced cigar lovers	
1 (low)	11.20	10.42	1.93	0.00	0.00	23.55
2	0.00	18.92	4.25	0.00	0.77	23.94
3	0.00	15.83	10.42	0.77	0.39	27.41
4	0.00	2.32	7.34	3.86	3.09	16.60
5 (high)	0.00	0.00	0.39	3.86	4.25	8.49
All	11.20	47.49	24.32	8.49	8.49	100.00

Source: Havanoscope, 2004.

For Peer Review

Table 3. Aromas and expert rating

Expert rating	Herbaceous	Woody	Humus	Spicy	Fruity	Flower	Animal	Sweet	Roasted	Unpleasant	All
<i>Quality</i>											
1 (low)	20.93	19.35	27.34	5.84	14.29	9.68	5.66	8.16	13.39	71.43	23.55
2	31.40	19.35	25.18	21.90	28.57	9.68	9.43	16.33	21.43	17.86	23.94
3	27.91	32.26	23.02	36.50	28.57	29.03	26.42	28.57	32.14	0.00	27.41
4	15.12	19.35	17.99	20.44	28.57	29.03	32.08	30.61	19.64	10.71	16.60
5 (high)	4.65	9.68	6.47	15.33	0.00	22.58	26.42	16.33	13.39	0.00	8.49
<i>Recommendation</i>											
Not recommended	15.12	8.39	11.51	2.19	14.29	4.84	0.00	0.00	5.36	39.29	11.20
To all cigar smokers	51.16	49.68	44.60	41.61	57.14	32.26	18.87	36.73	44.64	46.43	47.49
To cigar lovers	22.09	23.23	25.90	29.93	14.29	22.58	32.08	34.69	26.79	7.14	24.32
To experienced cigar lovers	6.98	11.61	8.63	12.41	14.29	17.74	22.64	10.20	13.39	3.57	8.49
To very experienced cigar lovers	4.65	7.10	9.35	13.87	0.00	22.58	26.42	18.37	9.82	3.57	8.49

Source: Havanoscope, 2004.

Table 4. Bivariate ordered Probit estimates of recommendation and quality

Variables	(1)				(2)			
	Recommendation		Quality		Recommendation		Quality	
<i>Threshold levels</i>								
Cutoff 1	1.931***	(2.77)	2.507***	(3.62)	1.294*	(1.72)	2.122***	(2.84)
Cutoff 2	3.997***	(5.66)	3.774***	(5.41)	3.580***	(4.71)	3.623***	(4.83)
Cutoff 3	5.208***	(6.99)	5.109***	(6.97)	4.946***	(6.17)	5.092***	(6.46)
Cutoff 4	5.859***	(7.70)	6.313***	(8.15)	5.696***	(6.95)	6.448***	(7.72)
<i>Objective characteristics</i>								
Diameter	0.107***	(2.88)	0.155***	(4.17)	0.082**	(2.03)	0.149***	(3.69)
Length	0.010***	(2.94)	0.010***	(3.00)	0.010***	(2.91)	0.009***	(2.73)
Machine	-0.090	(0.38)	-0.458*	(1.88)	-0.014	(0.06)	-0.258	(1.00)
Seniority	0.001	(0.58)	-0.003*	(1.81)	0.001	(0.49)	-0.002	(1.43)
<i>Subjective characteristics</i>								
Strong	0.317**	(2.09)	-0.047	(0.31)	0.395**	(2.50)	-0.020	(0.13)
Lighting	0.079	(0.54)	-0.001	(0.01)	0.027	(0.18)	-0.083	(0.55)
Combustion	0.246	(1.43)	0.116	(0.68)	0.391**	(2.11)	0.157	(0.85)
Defect	-1.060***	(5.97)	-1.653***	(9.16)	-0.853***	(4.53)	-1.562***	(8.10)
Scarcity	1.090***	(3.21)	0.686**	(2.07)	1.193***	(3.20)	0.981***	(2.72)
Number of aromas	0.210***	(3.00)	0.295***	(4.20)				
Herbaceous					-0.253	(1.53)	-0.045	(0.28)
Woody					-0.130	(0.81)	0.392**	(2.41)
Humus					-0.046	(0.28)	-0.360**	(2.18)
Spicy					0.530***	(3.10)	0.641***	(3.84)
Fruity					-0.719	(1.56)	-0.214	(0.49)
Flower					0.318*	(1.69)	0.417**	(2.23)
Animal					0.890***	(4.50)	0.735***	(3.74)
Sweet					0.431**	(2.21)	0.346*	(1.80)
Roasted					0.220	(1.32)	0.490***	(2.99)
Unpleasant					-0.458*	(1.69)	-0.683**	(2.22)
Coefficient of correlation (t-test)	0.678** (7.85)				0.605*** (2.84)			
Log likelihood	-498.3				-457.6			

Source: Havanoscope, 2004.

Note: Maximum likelihood estimates from bivariate ordered Probit models. Absolute values of t-statistics are in parentheses, significance levels being respectively 1% (***), 5% (***) and 10% (*).

Table 5. Fields decomposition of recommendation and quality

Variables	Recommendation	Quality	Recommendation	Quality
<i>Objective characteristics</i>				
Diameter	14.1%	14.6%	9.2%	11.1%
Length	17.3%	11.2%	13.6%	8.9%
Machine	1.1%	3.3%	0.0%	0.7%
Seniority	-0.2%	1.6%	-0.1%	1.0%
<i>Subjective characteristics</i>				
Strong	5.6%	-0.3%	5.0%	-0.2%
Lighting	3.0%	-0.5%	2.2%	-0.7%
Combustion	2.2%	0.6%	2.5%	0.6%
Defect	31.8%	45.8%	20.6%	34.1%
Scarcity	12.5%	4.2%	10.7%	4.6%
Number of aromas	12.6%	19.6%		
Herbaceous			2.4%	0.0%
Woody			-0.3%	2.8%
Humus			-0.2%	1.3%
Spicy			8.3%	10.3%
Fruity			0.6%	0.0%
Flower			1.9%	5.1%
Animal			13.7%	9.6%
Sweet			5.1%	3.0%
Roasted			2.6%	4.4%
Unpleasant			2.1%	3.3%
Total	100.0%	100.0%	100.0%	100.0%

Source: Havanoscope, 2004.

Table 6. Prices estimates of cigars

Variables	(1)			(2)		
	coef	t-test	Fields %	coef	t-test	Fields %
Constant	-1.119***	(4.31)		-1.055***	(3.91)	
<i>Objective characteristics</i>						
Diameter	0.101***	(7.06)	23.7%	0.101***	(6.72)	23.2%
Length	0.009***	(7.00)	23.4%	0.009***	(6.80)	22.0%
Machine	-0.836***	(9.43)	34.0%	-0.785***	(8.73)	31.2%
Seniority	-0.001**	(2.55)	2.5%	-0.001**	(2.29)	2.2%
<i>Subjective characteristics</i>						
Strong	0.039	(0.67)	0.6%	0.042	(0.73)	0.6%
Lighting	-0.041	(0.72)	-0.4%	-0.048	(0.84)	-0.5%
Combustion	0.058	(0.88)	0.5%	0.040	(0.59)	0.3%
Defect	-0.216***	(3.42)	7.2%	-0.162**	(2.44)	5.3%
Scarcity	0.350***	(2.66)	4.1%	0.398***	(2.89)	4.5%
Number of aromas	0.045*	(1.68)	4.5%			
Herbaceous				-0.002	(0.03)	0.0%
Woody				0.086	(1.44)	1.2%
Humus				-0.100	(1.65)	0.5%
Spicy				0.042	(0.67)	1.1%
Fruity				-0.033	(0.20)	0.0%
Flower				-0.021	(0.30)	-0.4%
Animal				0.174**	(2.37)	3.8%
Sweet				0.157**	(2.13)	2.5%
Roasted				0.034	(0.55)	0.7%
Unpleasant				-0.139	(1.46)	1.9%
R ²		0.74			0.76	

Note: OLS estimates. Absolute values of t-statistics are in parentheses, significance levels being respectively 1% (***), 5% (***) and 10% (*).