

Table 1: Baseline estimate, SO2 emission reduction, policy mandate, individual sector Paper

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output _{cit}	0.035 (0.036)	0.009 (0.032)	0.017 (0.030)	0.022 (0.030)	0.019 (0.029)	0.017 (0.030)	0.019 (0.030)
employment _{cit}	0.012 (0.018)	0.015 (0.020)	0.011 (0.019)	0.012 (0.018)	0.010 (0.019)	0.011 (0.018)	0.011 (0.019)
capital _{cit}	0.005 (0.073)	-0.035 (0.069)	-0.003 (0.067)	-0.023 (0.065)	-0.008 (0.066)	-0.007 (0.068)	-0.013 (0.068)
period × policy mandate _c	-0.934* (0.506)	-0.916* (0.504)	-0.908 (0.953)	-0.241 (1.067)	0.803 (1.415)	-0.210 (0.588)	-0.916* (0.469)
period × working capital _{ci}	-0.307 (0.198)						
period × policy mandate _c × working capital _{ci}	0.434 (0.271)						
period × asset tangibility _{ci}		0.024 (0.058)					
period × policy mandate _c × asset tangibility _{ci}		0.089 (0.169)					
period × current ratio _{ci}			0.036 (0.185)				
period × policy mandate _c × current ratio _{ci}			0.156 (0.839)				
period × cash assets _{ci}				0.687 (0.854)			
period × policy mandate _c × cash assets _{ci}				3.024 (6.692)			
period × liabilities assets _{ci}					-0.440 (0.387)		
period × policy mandate _c × liabilities assets _{ci}					-2.545 (2.217)		
period × return on asset _{ci}						0.047 (0.080)	
period × policy mandate _c × return on asset _{ci}						-0.320 (0.292)	
period × sales assets _{ci}							-0.001 (0.001)
period × policy mandate _c × sales assets _{ci}							0.003* (0.001)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	1,736	1,687	1,742	1,725	1,725	1,734	1,736
R ²	0.855	0.854	0.856	0.855	0.855	0.854	0.855

This table estimates eq(3). Heteroskedasticity-robust standard errors clustered at the city level appear in parentheses. * Significance at the 10%, ** Significance at the 5%, *** Significance at the 1%.