Table 1: Baseline estimate, SO2 emission reduction, policy mandate, individual sector Non-metallic Products

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output$_{cit}$	0.002	0.008	−0.003	−0.004	−0.004	0.004	−0.002
	(0.014)	(0.014)	(0.010)	(0.010)	(0.010)	(0.011)	(0.010)
employment$_{cit}$	0.008	0.006	0.009	0.009	0.009	0.005	0.008
	(0.007)	(0.007)	(0.006)	(0.006)	(0.006)	(0.007)	(0.006)
capital$_{cit}$	−0.039	−0.043	−0.041	−0.038	−0.049	−0.051	−0.041
	(0.057)	(0.058)	(0.058)	(0.056)	(0.057)	(0.055)	(0.057)
period ×policy mandate$_c$	−0.612**	−0.685*	−1.272	0.813	0.821	0.584	−0.370
	(0.299)	(0.369)	(1.234)	(1.287)	(1.278)	(0.673)	(0.265)
period ×working capital$_{ci}$	−0.130						
	(0.135)						
period ×policy mandate$_c$ × working capital$_{ci}$	0.198*						
	(0.105)						
period ×asset tangibility$_{ci}$		−0.134**					
		(0.065)					
period ×policy mandate$_c$ × asset tangibility$_{ci}$		0.217**					
		(0.088)					
period ×current ratio$_{ci}$			−0.257				
			(0.254)				
period ×policy mandate$_c$ × current ratio$_{ci}$			0.929				
			(1.264)				
period ×cash assets$_{ci}$				−0.061			
				(0.990)			
period ×policy mandate$_c$ × cash assets$_{ci}$				5.972			
				(6.200)			
period ×liabilities assets$_{ci}$					−0.141		
					(0.446)		
period ×policy mandate$_c$ × liabilities assets$_{ci}$					−1.904		
					(1.921)		
period ×return on asset$_{ci}$						0.108*	
						(0.060)	
period ×policy mandate$_c$ × return on asset$_{ci}$						−0.798	
						(0.561)	
period ×sales assets$_{ci}$							0.0002***
							(0.0001)
period ×policy mandate$_c$ × sales assets$_{ci}$							−0.002
							(0.003)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	1,903	1,844	1,903	1,903	1,903	1,903	1,903
R^2	0.832	0.834	0.831	0.831	0.831	0.833	0.832

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