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

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output$_{cit}$	0.004	0.015	−0.012	−0.005	−0.017	−0.034	−0.010
	(0.025)	(0.023)	(0.024)	(0.028)	(0.024)	(0.025)	(0.024)
employment$_{cit}$	0.002	0.003	0.004	0.003	0.004	0.005	0.004
	(0.005)	(0.005)	(0.005)	(0.005)	(0.005)	(0.005)	(0.005)
capital$_{cit}$	0.206**	0.212*	0.151	0.142	0.176	0.265**	0.149
	(0.102)	(0.109)	(0.110)	(0.123)	(0.111)	(0.112)	(0.108)
period ×policy mandate$_c$	−0.805	−0.504	1.751	2.821*	−0.435	−1.068	−0.491
	(0.695)	(0.552)	(2.205)	(1.510)	(2.424)	(0.972)	(0.371)
period ×working capital$_{ci}$	−0.268*						
	(0.138)						
period ×policy mandate$_c$ × working capital$_{ci}$	0.627						
	(0.551)						
period ×asset tangibility$_{ci}$		−0.829***					
		(0.271)					
period ×policy mandate$_c$ × asset tangibility$_{ci}$		0.745					
		(0.559)					
period ×current ratio$_{ci}$			0.481***				
			(0.129)				
period ×policy mandate$_c$ × current ratio$_{ci}$			−1.752				
			(1.894)				
period ×cash assets$_{ci}$				−0.523			
				(1.286)			
period ×policy mandate$_c$ × cash assets$_{ci}$				13.271*			
				(6.732)			
period ×liabilities assets$_{ci}$					−1.089		
					(0.907)		
period ×policy mandate$_c$ × liabilities assets$_{ci}$					0.268		
					(3.879)		
period ×return on asset$_{ci}$						0.083	
						(0.068)	
period ×policy mandate$_c$ × return on asset$_{ci}$						0.292	
						(0.277)	
period ×sales assets$_{ci}$							−0.001
							(0.001)
period ×policy mandate$_c$ × sales assets$_{ci}$							0.004
							(0.006)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	817	825	830	811	811	815	828
R^2	0.776	0.783	0.785	0.777	0.776	0.780	0.781

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%.