

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

	Dependent variable: SO2 emission					
	(1)	(2)	(3)	(4)	(5)	(6)
working capital _{cit}	0.282 (0.250)					
current ratio _{cit}		0.001 (0.015)				
cash assets _{cit}			-1.092 (1.088)			
liabilities assets _{cit}				-0.167 (0.492)		
return on asset _{cit}					0.029 (0.052)	
sales assets _{cit}						0.0001 (0.0001)
output _{cit}	0.025 (0.040)	0.018 (0.030)	0.028 (0.041)	0.029 (0.039)	-0.009 (0.037)	0.008 (0.032)
employment _{cit}	0.034 (0.026)	0.011 (0.019)	0.034 (0.032)	0.030 (0.031)	0.031 (0.026)	0.007 (0.018)
capital _{cit}	0.108 (0.090)	-0.006 (0.068)	-0.095 (0.094)	-0.076 (0.087)	0.028 (0.093)	0.017 (0.070)
period × policy mandate _c	-0.553 (0.382)	-1.034 (0.899)	0.767 (0.820)	1.764 (1.166)	-0.451 (0.614)	-0.539 (0.353)
period × working capital _{cit}	-0.534** (0.258)					
policy mandate _c × working capital _{cit}	-0.542 (0.429)					
period × policy mandate _c × working capital _{cit}	0.709** (0.322)					
period × current ratio _{cit}		-0.031 (0.055)				
policy mandate _c × current ratio _{cit}		0.148 (0.714)				
period × policy mandate _c × current ratio _{cit}		0.238 (0.716)				
period × cash assets _{cit}			0.594 (1.049)			
policy mandate _c × cash assets _{cit}			0.435 (7.209)			
period × policy mandate _c × cash assets _{cit}			4.945 (5.298)			
period × liabilities assets _{cit}				-0.107 (0.419)		
policy mandate _c × liabilities assets _{cit}				6.508** (2.794)		
period × policy mandate _c × liabilities assets _{cit}				-3.068 (1.877)		
period × return on asset _{cit}					-0.024 (0.052)	
policy mandate _c × return on asset _{cit}					-0.179 (0.392)	
period × policy mandate _c × return on asset _{cit}					0.093 (0.392)	
period × sales assets _{cit}						0.0004 (0.001)
policy mandate _c × sales assets _{cit}						0.0002 (0.0001)
period × policy mandate _c × sales assets _{cit}						-0.001 (0.001)
City	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes
Observations	1,020	1,739	765	765	1,015	1,482
R ²	0.901	0.856	0.924	0.924	0.903	0.875

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%.