

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

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output _{cit}	0.023 (0.042)	0.027 (0.041)	-0.007 (0.034)	0.006 (0.033)	-0.028 (0.034)	-0.018 (0.034)	-0.002 (0.035)
employment _{cit}	0.036 (0.025)	0.040 (0.025)	0.039 (0.024)	0.038 (0.024)	0.038 (0.024)	0.038 (0.024)	0.036 (0.024)
capital _{cit}	-0.120 (0.112)	-0.121 (0.125)	-0.148 (0.118)	-0.143 (0.118)	-0.143 (0.119)	-0.130 (0.121)	-0.183 (0.122)
period × policy mandate _c	-0.601 (0.494)	-0.558 (0.539)	-0.294 (1.152)	1.259 (0.924)	0.340 (1.298)	-0.509 (0.762)	-0.603** (0.286)
period × working capital _{ci}	-0.338* (0.199)						
period × policy mandate _c × working capital _{ci}	0.383 (0.478)						
period × asset tangibility _{ci}		-0.198 (0.145)					
period × policy mandate _c × asset tangibility _{ci}		0.192 (0.226)					
period × current ratio _{ci}			-0.047 (0.093)				
period × policy mandate _c × current ratio _{ci}			-0.229 (1.144)				
period × cash assets _{ci}				-0.614 (0.822)			
period × policy mandate _c × cash assets _{ci}				8.819** (4.313)			
period × liabilities assets _{ci}					-0.482* (0.274)		
period × policy mandate _c × liabilities assets _{ci}					-1.392 (2.072)		
period × return on asset _{ci}						0.047 (0.044)	
period × policy mandate _c × return on asset _{ci}						0.027 (0.432)	
period × sales assets _{ci}							0.0002*** (0.00001)
period × policy mandate _c × sales assets _{ci}							-0.005*** (0.001)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	1,773	1,708	1,777	1,765	1,765	1,773	1,775
R ²	0.749	0.757	0.753	0.748	0.748	0.749	0.756

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%.