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

	Dependent variable: SO2 emission									
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
	Smelting Non-ferrous Metals	Processing foods	Medicines	Tobacco	Coking	Plastics	Footwear	Cultural instruments	Paper	Beverages
output_{cit}	-0.022^{***}	0.003	-0.017	-0.031	-0.021	-0.008	-0.006	-0.004	-0.004	-0.003
	(0.004)	(0.013)	(0.014)	(0.043)	(0.013)	(0.007)	(0.004)	(0.006)	(0.006)	(0.010)
employment_{cit}	0.009^{***}	-0.008	0.018^{***}	-0.041	0.021^{***}	0.009^{**}	0.015^{*}	0.001	0.001	0.009
	(0.002)	(0.009)	(0.005)	(0.073)	(0.007)	(0.004)	(0.009)	(0.005)	(0.005)	(0.006)
capital_{cit}	0.118^{***}	0.237^{*}	0.002	0.068	0.015	0.017	-0.002	-0.029	-0.029	-0.042
	(0.022)	(0.143)	(0.074)	(0.114)	(0.020)	(0.032)	(0.016)	(0.025)	(0.025)	(0.057)
period $\times$policy mandate_{c}	-1.266	-0.744	0.492	-0.125	-0.403	-0.555^{*}	-0.617^{*}	-0.138	-0.138	-0.384
	(0.849)	(0.869)	(0.389)	(0.521)	(0.470)	(0.299)	(0.355)	(0.290)	(0.290)	(0.265)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	788	734	1,368	495	1,129	1,673	1,462	1,879	1,879	1,903
R^2	0.647	0.639	0.762	0.693	0.807	0.852	0.816	0.858	0.858	0.831

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%.