Table 1: Baseline estimate, SO2 emission reduction and industry financial ratio, industry level

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
$\log(\text{output}_{cit}+1)$	0.160***	0.160***	0.160***	0.161***	0.160***	0.160***	0.160***
	(0.038)	(0.038)	(0.038)	(0.038)	(0.038)	(0.038)	(0.038)
$\log(\text{employment}_{cit}+1)$	0.277***	0.277***	0.277***	0.276***	0.277***	0.277***	0.277***
	(0.035)	(0.035)	(0.035)	(0.035)	(0.035)	(0.035)	(0.035)
$\log(\text{capital}_{cit}+1)$	0.141***	0.139***	0.140***	0.138**	0.140***	0.141***	0.138**
	(0.054)	(0.053)	(0.054)	(0.053)	(0.053)	(0.054)	(0.053)
working capital$_i$ × period × policy mandate$_c$	−0.308						
	(0.421)						
asset tangibility$_i$ × period × policy mandate$_c$		−0.130					
		(0.152)					
current ratio$_i$ × period × policy mandate$_c$			0.209				
			(0.247)				
cash assets$_i$ × period × policy mandate$_c$				−2.705			
				(1.860)			
liabilities assets$_i$ × period × policy mandate$_c$					−2.362		
					(2.449)		
return on asset$_i$ × period × policy mandate$_c$						0.036	
						(0.059)	
sales assets$_i$ × period × policy mandate$_c$							−0.0003
							(0.002)
City-industry	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time-industry	Yes	Yes	Yes	Yes	Yes	Yes	Yes
City-time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	31,723	31,723	31,723	31,723	31,723	31,723	31,723
R^2	0.865	0.865	0.865	0.865	0.865	0.865	0.865

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%.