

Table 1: Baseline estimate, SO2 emission reduction, policy mandate, individual sector Reproduction of Recording Media”

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output <sub>cit</sub>	0.075 (0.132)	0.096 (0.132)	-0.065 (0.114)	-0.063 (0.120)	-0.097 (0.116)	-0.067 (0.115)	-0.079 (0.119)
employment <sub>cit</sub>	0.071** (0.034)	0.061* (0.036)	0.080** (0.033)	0.079** (0.035)	0.091*** (0.034)	0.078** (0.031)	0.079** (0.034)
capital <sub>cit</sub>	-0.214 (0.234)	-0.245 (0.226)	-0.128 (0.235)	-0.070 (0.228)	-0.139 (0.225)	-0.050 (0.215)	0.039 (0.227)
period × policy mandate <sub>c</sub>	-2.403*** (0.876)	-2.528*** (0.930)	-7.218 (5.508)	2.369 (3.482)	5.638* (2.996)	-7.641*** (2.629)	-1.503 (0.935)
period × working capital <sub>ci</sub>	-1.218** (0.507)						
period × policy mandate <sub>c</sub> × working capital <sub>ci</sub>	1.636*** (0.439)						
period × asset tangibility <sub>ci</sub>		-0.578*** (0.187)					
period × policy mandate <sub>c</sub> × asset tangibility <sub>ci</sub>		0.949*** (0.248)					
period × current ratio <sub>ci</sub>			-0.933 (0.854)				
period × policy mandate <sub>c</sub> × current ratio <sub>ci</sub>			5.388 (4.703)				
period × cash assets <sub>ci</sub>				-1.958 (3.352)			
period × policy mandate <sub>c</sub> × cash assets <sub>ci</sub>				16.455 (14.671)			
period × liabilities assets <sub>ci</sub>					0.881 (2.026)		
period × policy mandate <sub>c</sub> × liabilities assets <sub>ci</sub>					-13.303** (5.742)		
period × return on asset <sub>ci</sub>						-0.475** (0.234)	
period × policy mandate <sub>c</sub> × return on asset <sub>ci</sub>						4.141** (1.654)	
period × sales assets <sub>ci</sub>							0.001* (0.001)
period × policy mandate <sub>c</sub> × sales assets <sub>ci</sub>							0.001 (0.002)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	537	539	541	529	529	537	541
R <sup>2</sup>	0.718	0.712	0.713	0.710	0.712	0.715	0.713

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%.