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

	Dependent variable: SO2 emission						
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
output$_{cit}$	0.074	0.105*	0.040	0.049	0.040	0.039	0.048
	(0.064)	(0.058)	(0.057)	(0.058)	(0.058)	(0.055)	(0.058)
employment$_{cit}$	0.039	0.030	0.039	0.040	0.040	0.039	0.038
	(0.026)	(0.025)	(0.026)	(0.026)	(0.026)	(0.026)	(0.026)
capital$_{cit}$	−0.071	−0.057	−0.096	−0.122	−0.099	−0.086	−0.080
	(0.073)	(0.072)	(0.082)	(0.086)	(0.083)	(0.079)	(0.082)
period ×policy mandate$_c$	−0.479	−0.637	−2.214	1.865	0.128	−1.135	−0.968*
	(0.617)	(0.582)	(2.265)	(2.173)	(2.327)	(0.751)	(0.495)
period ×working capital$_{ci}$	−0.484						
	(0.331)						
period ×policy mandate$_c$ × working capital$_{ci}$	0.124						
	(0.391)						
period ×asset tangibility$_{ci}$		−0.699***					
		(0.172)					
period ×policy mandate$_c$ × asset tangibility$_{ci}$		0.414*					
		(0.231)					
period ×current ratio$_{ci}$			−0.064				
			(0.091)				
period ×policy mandate$_c$ × current ratio$_{ci}$			1.434				
			(2.042)				
period ×cash assets$_{ci}$				−0.589			
				(0.938)			
period ×policy mandate$_c$ × cash assets$_{ci}$				13.638			
				(10.683)			
period ×liabilities assets$_{ci}$					0.320		
					(0.624)		
period ×policy mandate$_c$ × liabilities assets$_{ci}$					−1.529		
					(3.841)		
period ×return on asset$_{ci}$						0.028	
						(0.059)	
period ×policy mandate$_c$ × return on asset$_{ci}$						0.263	
						(0.320)	
period ×sales assets$_{ci}$							0.001***
							(0.0005)
period ×policy mandate$_c$ × sales assets$_{ci}$							−0.007***
							(0.002)
City	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Observations	977	962	990	972	972	977	979
R^2	0.813	0.813	0.813	0.812	0.811	0.812	0.812

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%.