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

|  | Dependent variable: SO2 emission | | | | | |
|---|---|---|---|---|---|---|
|  | (1) | (2) | (3) | (4) | (5) | (6) |
| working capital$_{cit}$ | −0.684 | | | | | |
|  | (0.516) | | | | | |
| current ratio$_{cit}$ | | −0.105* | | | | |
|  | | (0.056) | | | | |
| cash assets$_{cit}$ | | | −0.289 | | | |
|  | | | (1.234) | | | |
| liabilities assets$_{cit}$ | | | | −0.508 | | |
|  | | | | (1.025) | | |
| return on asset$_{cit}$ | | | | | 0.007 | |
|  | | | | | (0.051) | |
| sales assets$_{cit}$ | | | | | | 0.0003 |
|  | | | | | | (0.0002) |
| output$_{cit}$ | −0.002 | −0.008 | −0.062 | −0.079 | −0.069 | −0.020 |
|  | (0.047) | (0.024) | (0.059) | (0.062) | (0.042) | (0.026) |
| employment$_{cit}$ | 0.024*** | 0.004 | 0.004 | 0.010 | 0.019** | 0.004 |
|  | (0.008) | (0.005) | (0.020) | (0.019) | (0.009) | (0.005) |
| capital$_{cit}$ | 0.210 | 0.139 | 0.090 | 0.099 | 0.179 | 0.204* |
|  | (0.154) | (0.112) | (0.222) | (0.232) | (0.170) | (0.123) |
| period ×policy mandate$_c$ | −0.465 | 2.215 | 2.271 | 1.042 | −0.426 | −0.339 |
|  | (0.430) | (2.243) | (2.020) | (4.533) | (0.947) | (0.374) |
| period ×working capital$_{cit}$ | −0.125 | | | | | |
|  | (0.189) | | | | | |
| policy mandate$_c$ × working capital$_{cit}$ | 0.416 | | | | | |
|  | (0.755) | | | | | |
| period ×policy mandate$_c$ × working capital$_{cit}$ | 0.596 | | | | | |
|  | (0.518) | | | | | |
| period ×current ratio$_{cit}$ | | 0.319** | | | | |
|  | | (0.143) | | | | |
| policy mandate$_c$ × current ratio$_{cit}$ | | −0.199 | | | | |
|  | | (1.047) | | | | |
| period ×policy mandate$_c$ × current ratio$_{cit}$ | | −2.050 | | | | |
|  | | (1.846) | | | | |
| period ×cash assets$_{cit}$ | | | 1.100 | | | |
|  | | | (0.963) | | | |
| policy mandate$_c$ × cash assets$_{cit}$ | | | −9.297 | | | |
|  | | | (8.052) | | | |
| period ×policy mandate$_c$ × cash assets$_{cit}$ | | | 6.530 | | | |
|  | | | (8.579) | | | |
| period ×liabilities assets$_{cit}$ | | | | −0.423 | | |
|  | | | | (0.971) | | |
| policy mandate$_c$ × liabilities assets$_{cit}$ | | | | 2.376 | | |
|  | | | | (6.645) | | |
| period ×policy mandate$_c$ × liabilities assets$_{cit}$ | | | | −0.444 | | |
|  | | | | (7.459) | | |
| period ×return on asset$_{cit}$ | | | | | 0.038 | |
|  | | | | | (0.039) | |
| policy mandate$_c$ × return on asset$_{cit}$ | | | | | −0.384 | |
|  | | | | | (0.296) | |
| period ×policy mandate$_c$ × return on asset$_{cit}$ | | | | | 0.230 | |
|  | | | | | (0.284) | |
| period ×sales assets$_{cit}$ | | | | | | −0.001** |
|  | | | | | | (0.0005) |
| policy mandate$_c$ × sales assets$_{cit}$ | | | | | | −0.002** |
|  | | | | | | (0.001) |
| period ×policy mandate$_c$ × sales assets$_{cit}$ | | | | | | 0.003** |
|  | | | | | | (0.001) |
| City | Yes | Yes | Yes | Yes | Yes | Yes |
| Time | Yes | Yes | Yes | Yes | Yes | Yes |
| Observations | 485 | 827 | 361 | 361 | 482 | 712 |
| $R^2$ | 0.823 | 0.783 | 0.856 | 0.853 | 0.824 | 0.799 |

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%.