

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

	Dependent variable: SO2 emission					
	(1)	(2)	(3)	(4)	(5)	(6)
working capital _{cit}	0.183 (0.140)					
current ratio _{cit}		−0.027 (0.031)				
cash assets _{cit}			1.819 (1.488)			
liabilities assets _{cit}				−0.757 (0.820)		
return on asset _{cit}					0.037 (0.026)	
sales assets _{cit}						0.0001 (0.0002)
output _{cit}	−0.012 (0.010)	−0.018** (0.007)	0.001 (0.011)	0.004 (0.011)	−0.016 (0.011)	−0.021*** (0.007)
employment _{cit}	0.008 (0.024)	0.039** (0.017)	−0.002 (0.026)	0.006 (0.024)	0.023 (0.023)	0.040** (0.018)
capital _{cit}	0.007 (0.029)	−0.013 (0.023)	−0.003 (0.032)	−0.017 (0.029)	0.003 (0.030)	−0.008 (0.025)
period × policy mandate _c	0.804 (0.593)	1.347 (0.914)	2.328*** (0.805)	−0.454 (0.922)	1.229 (1.028)	0.036 (0.357)
period × working capital _{cit}	−0.041 (0.129)					
policy mandate _c × working capital _{cit}	−0.283 (0.295)					
period × policy mandate _c × working capital _{cit}	−0.110 (0.143)					
period × current ratio _{cit}		0.190*** (0.034)				
policy mandate _c × current ratio _{cit}		1.359* (0.729)				
period × policy mandate _c × current ratio _{cit}		−1.107 (0.704)				
period × cash assets _{cit}			−2.504* (1.330)			
policy mandate _c × cash assets _{cit}			−6.455 (9.252)			
period × policy mandate _c × cash assets _{cit}			12.429* (6.350)			
period × liabilities assets _{cit}				−0.402 (0.484)		
policy mandate _c × liabilities assets _{cit}				1.234 (2.912)		
period × policy mandate _c × liabilities assets _{cit}				1.822 (2.532)		
period × return on asset _{cit}					0.048 (0.040)	
policy mandate _c × return on asset _{cit}					−0.021 (0.267)	
period × policy mandate _c × return on asset _{cit}					−0.178 (0.203)	
period × sales assets _{cit}						0.002 (0.002)
policy mandate _c × sales assets _{cit}						0.0004 (0.002)
period × policy mandate _c × sales assets _{cit}						−0.008 (0.005)
City	Yes	Yes	Yes	Yes	Yes	Yes
Time	Yes	Yes	Yes	Yes	Yes	Yes
Observations	541	880	417	417	541	749
R ²	0.882	0.852	0.911	0.911	0.883	0.859

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%.