

## **Are green bonds priced differently from conventional bonds? Evidence from Nordic Countries**

We explored the green bond premium in the secondary market of the issuers located in Nordic countries. These countries are characterized by strong environmental policies, and a smooth transition from strategy and plan to concrete actions, integrating all stakeholders. To link yields and prices of green and conventional bonds we used a matching method. A fixed-effects panel regression model is performed to control for the difference in liquidity between green bonds and synthetic conventional bonds to extract GBP. The findings did not support the existence of GBP either for all issuers or for different types (companies, financial institutions, governments). We divided the entire research period into stable and financial turmoil periods. Again, the existence of GBP was denied. The findings suggest that “greenery” is not incorporated into pricing models by adjusting for risk, preference, and regulatory impact.