

# **On The Micro-Determinants of Credit Spreads**

**ECO375: Empirical Project**

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# **1 Introduction**

difference in percentages: basis points

## **1.1 Description of variables**

do now without stata ## Statement of hypothesis/research question  
which factors are important

# **2 Literature Review**

do now “For banks, credit spread can be an indicator of the profitability or risk premium related to a lender providing a loan to an individual borrower. The credit spread accounts for the maturity, liquidity, credit risk, and creditworthiness of borrowers. In this study, credit spread is defined as the difference between the loan rate and risk-free rate.” (**u2021investigating?**)

# **3 Descriptive**

## **3.1 Tables**

## **3.2 Plots**

## **3.3 Summary of key variables**

# **4 Methodology**

## **4.1 Clear statement of the model and its assumptions**

## **4.2 Specification tests**

## **4.3 Robustness considerations**

# **5 Hypothesis Testing**

## **5.1 Choise of appropriate test**

testing hi this is normal text.

## **6 Results**

**6.1 Correct interpretation of results**

**6.2 Economic intuition provided**