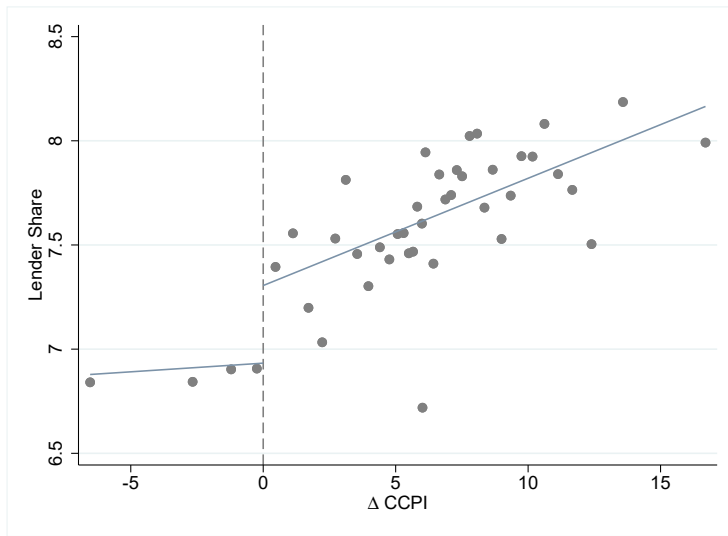


## We use loan fixed effects to control for loan demand

	Lender Share				
	(1)	(2)	(3)	(4)	(5)
$CCPI_{lender}$	0.036*	0.045***	0.046***	0.046***	0.042***
	(0.019)	(0.008)	(0.009)	(0.008)	(0.008)
Bank Group Controls	✓	✓	✓	✓	✓
Borrower FE		✓	✓		
Year FE			✓		
Borrower $\times$ Year FE				✓	
Loan FE					✓
Obs.	11,671	11,671	11,671	11,671	11,671
R <sup>2</sup>	0.006	0.740	0.742	0.812	0.844
Mean(Lender Share)	7.595				

Climate policy doesn't affect loan supply when the borrower is greener, but it increases loan supply when the lender is greener than the borrower



## We use Green Party share as an IV for climate policy stringency

	CCPI <sub>lender</sub>	Lender Share		
	(1)	(2)	(3)	(4)
$\Delta$ Green Party Share	1.600*** (0.342)			
$\widehat{CCPI}_{lender}$		0.122*** (0.040)	0.122* (0.067)	0.135** (0.063)
GP's other policies			✓	✓
Country Controls				✓
Loan FE	✓	✓	✓	✓
Obs.	3,572	3,572	3,572	3,557
R <sup>2</sup>	0.695	0.020	0.026	0.033
1 <sup>st</sup> Stage Eff. F-stat		17.578	19.817	19.695
Mean(Lender Share)	7.942			