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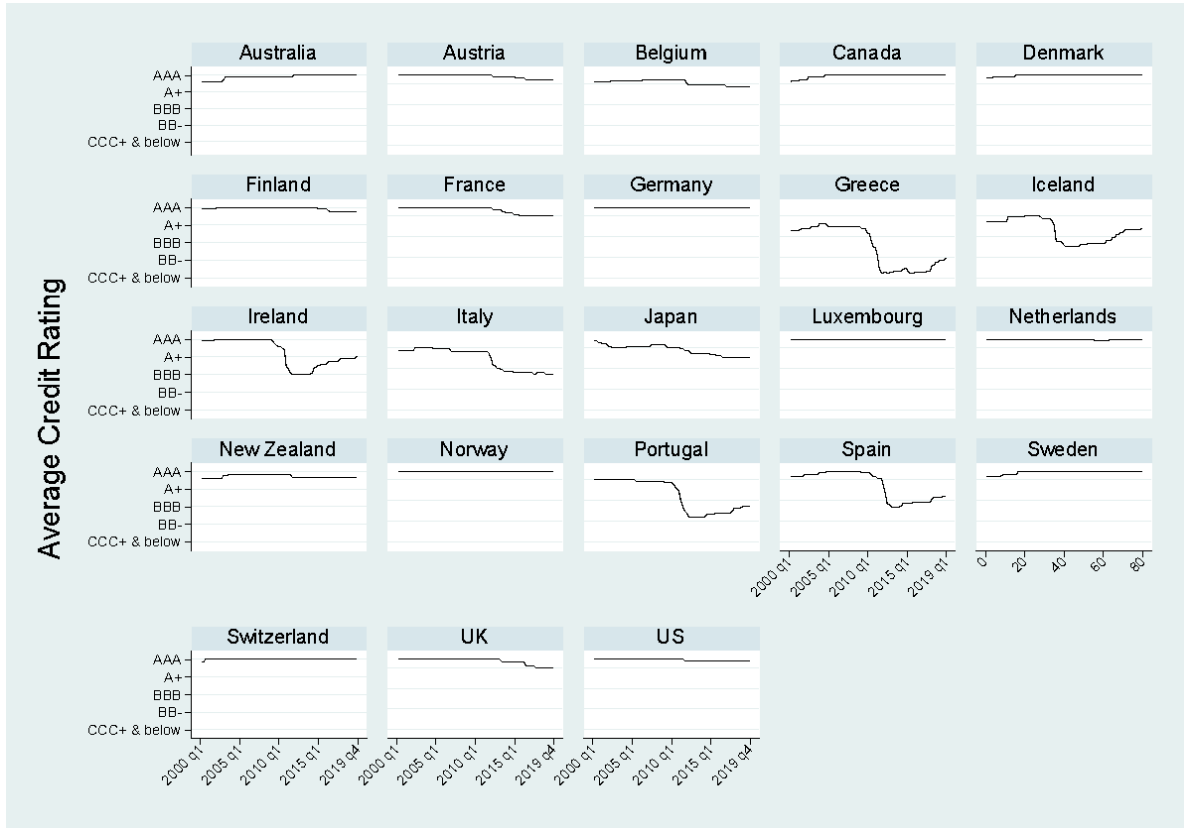
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Appendix A: Time series and distribution of key variables

Figure A.1: Average sovereign credit rating (2000q1 – 2019q4)



Credit rating is the average score from Standard & Poor's, Moody's and Fitch. Source: Barta and Johnston (2023)

Figure A.2: Distribution of bond spreads (weighted by 10 year US T-bill) by country, 2000-2019

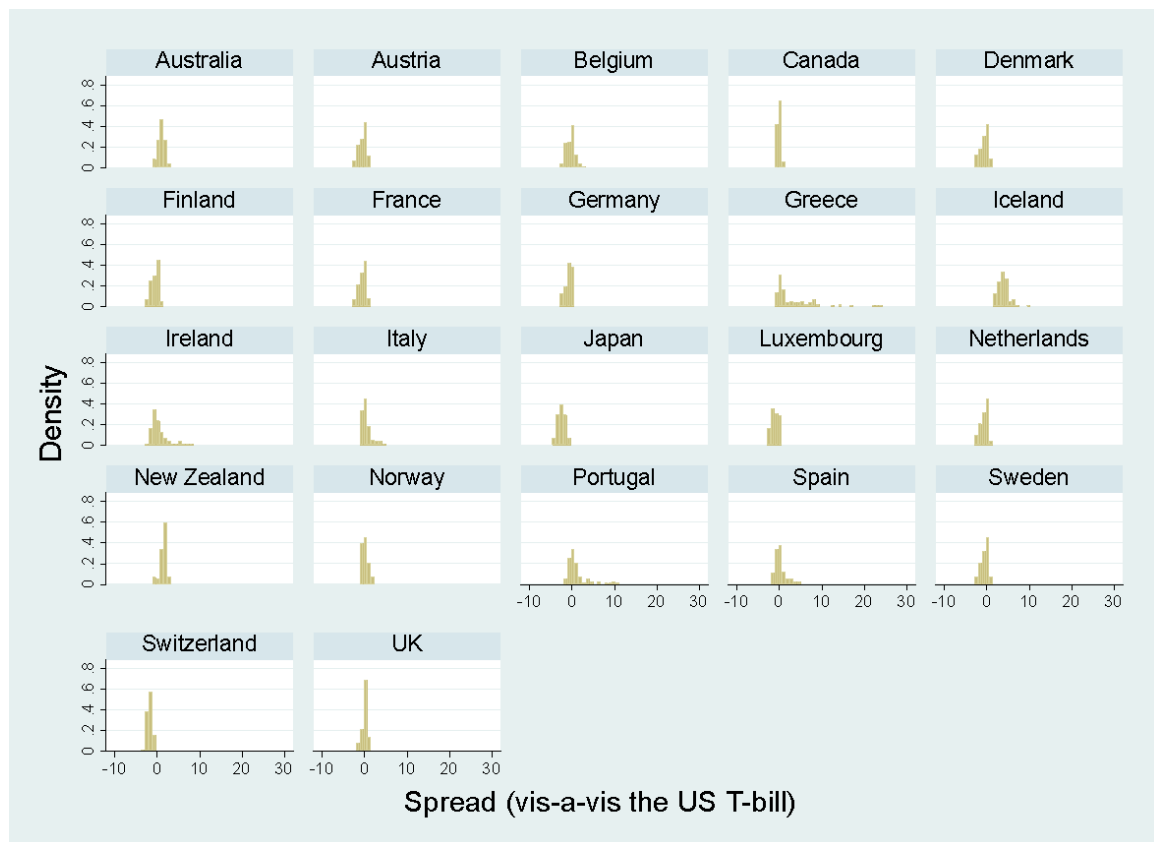


Figure A.3: Distribution of bond spreads (weighted by 10 year German Bund) by country, 2000-2019

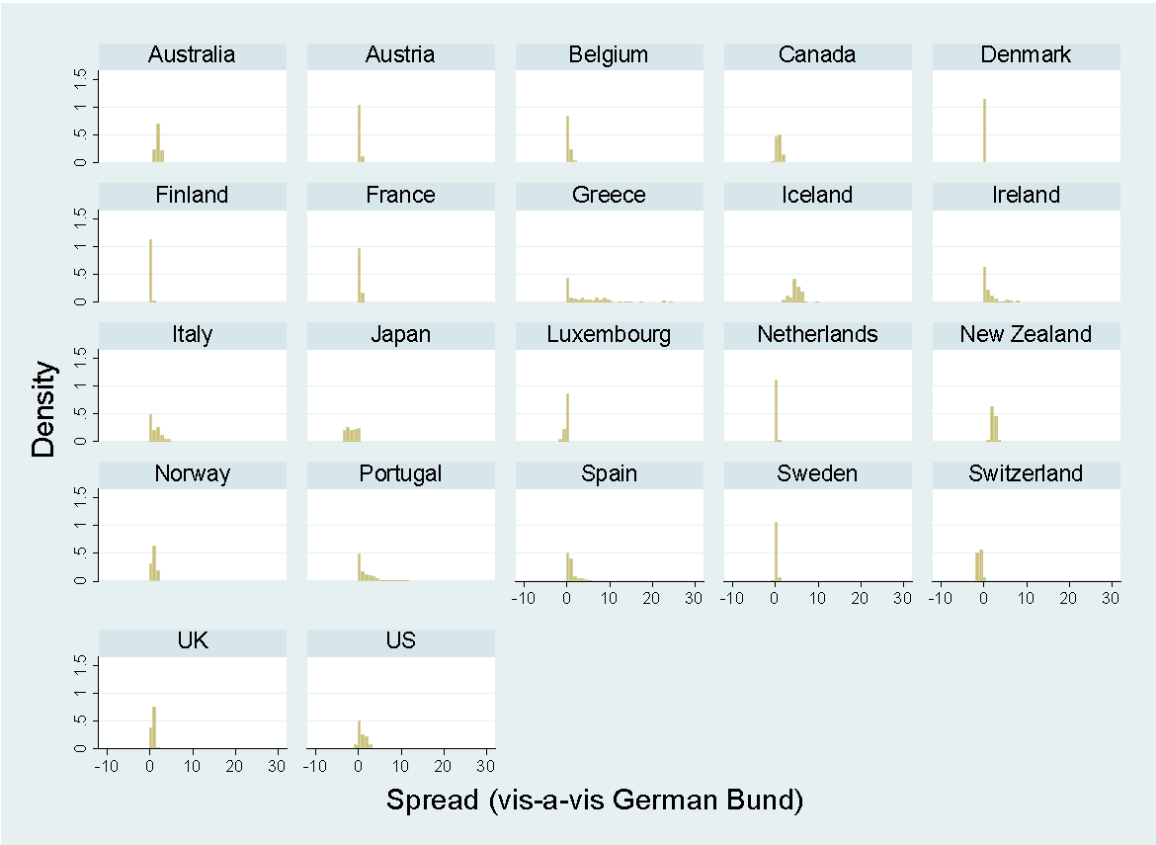
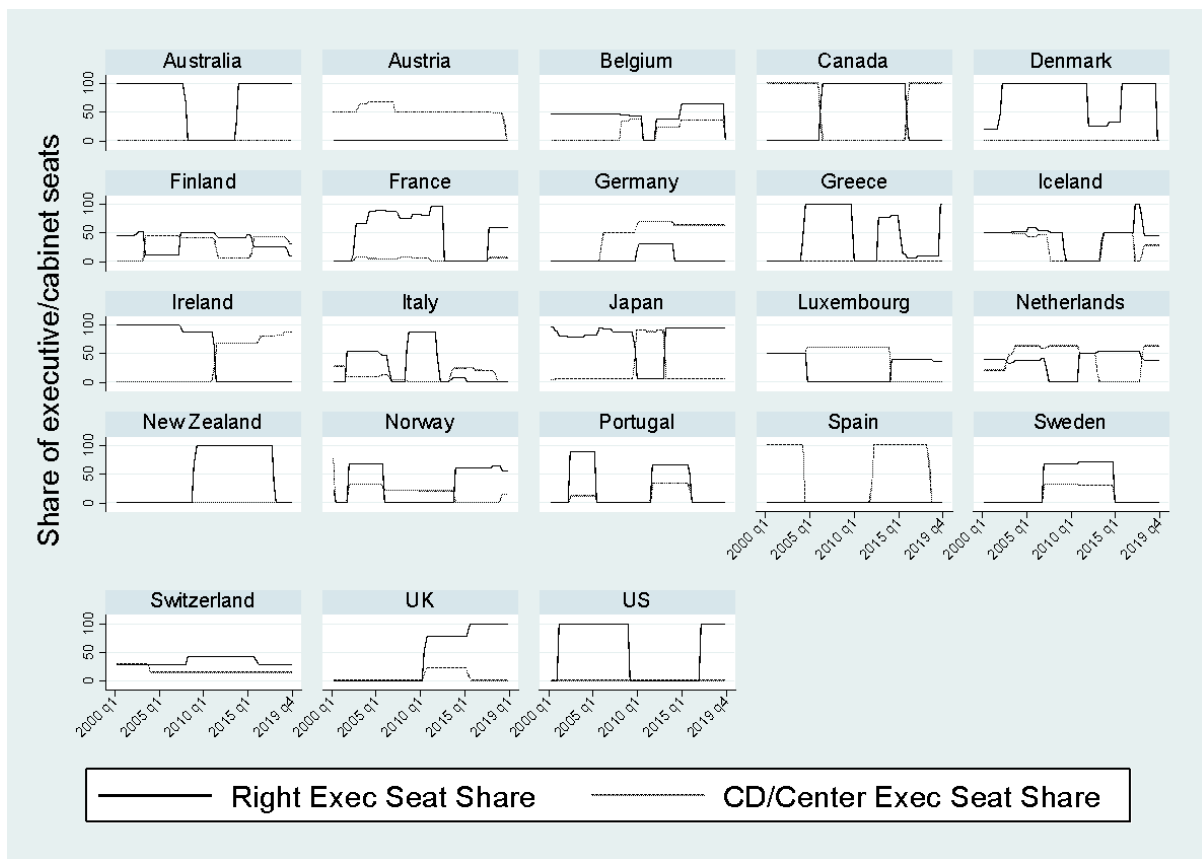
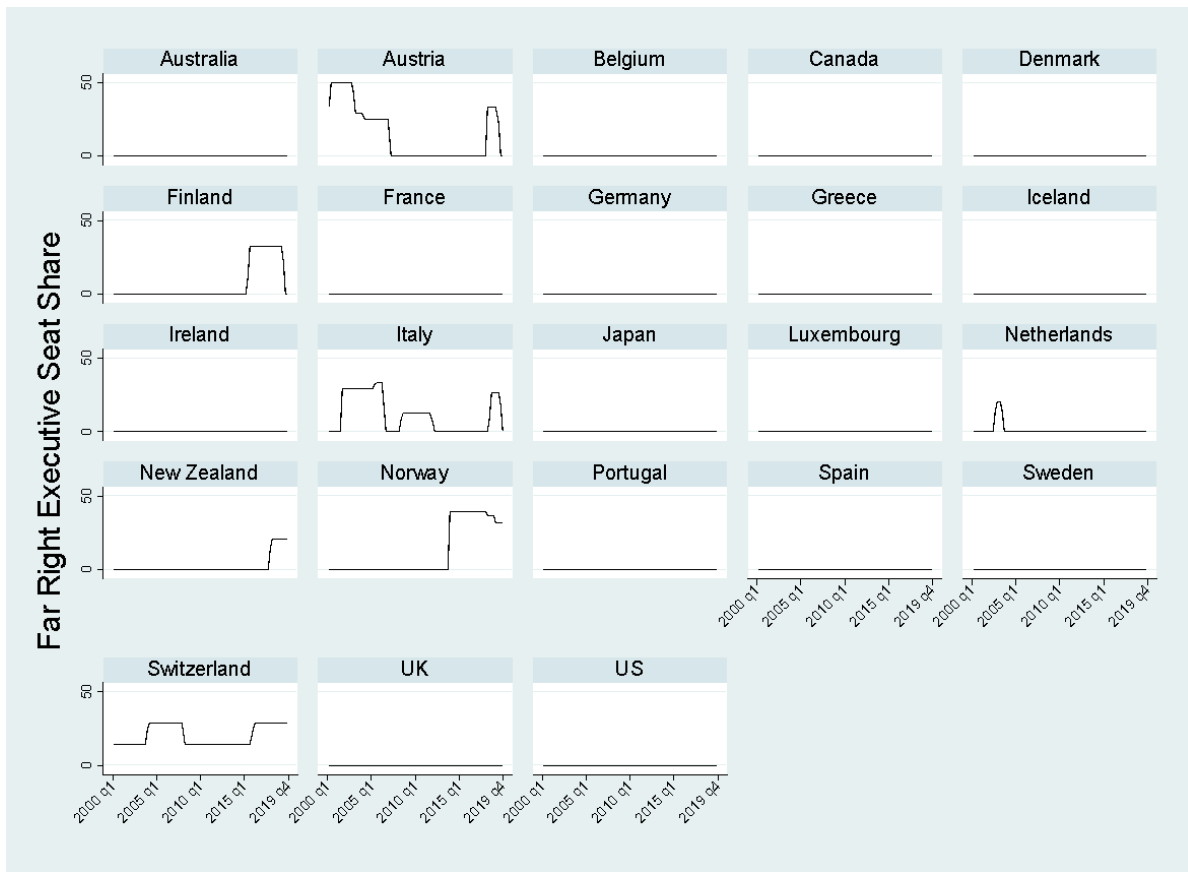


Figure A.4: Right and center executive seat share (2000q1 – 2019q4)



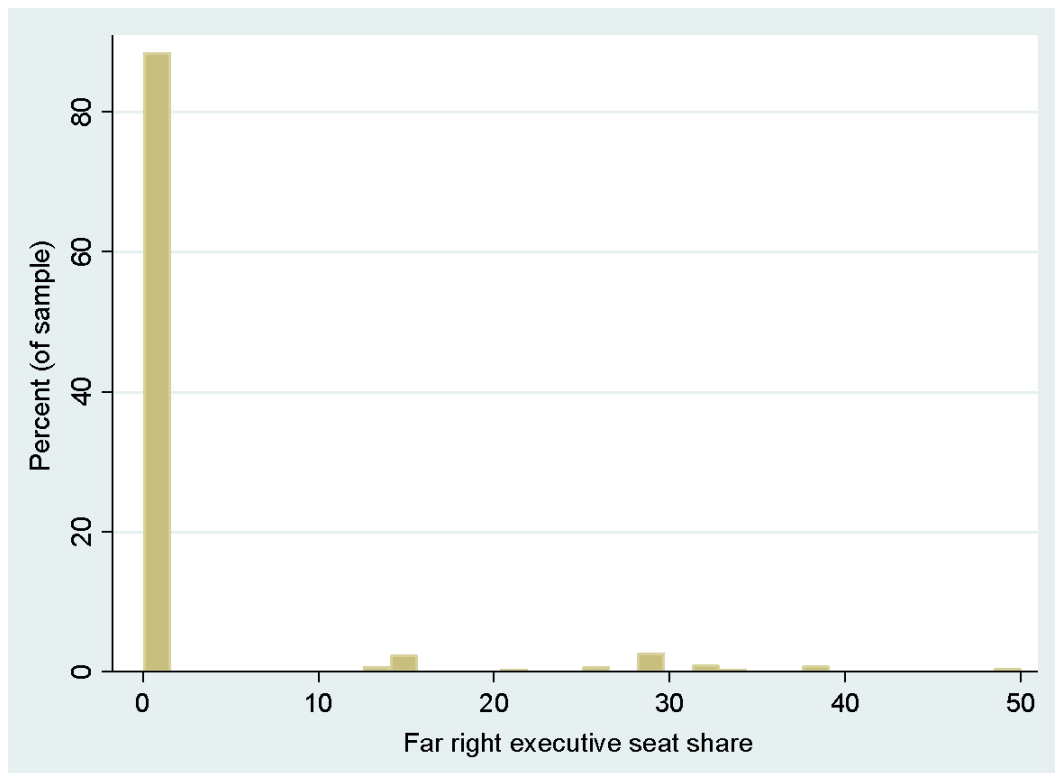
Source: Armingeon, Engler, and Leeman (2022)

Figure A.5: Far right executive seat share (2000q1 – 2019q4)



Source: Armingeon, Engler, and Leeman (2022)

Figure A.6: Distribution of far right executive seats (for 23 country sample, 2000-2019)



Appendix B: Unit root tests for all variables

Below are the Fisher-type unit root tests for the levels and first differences of the dependent variables and all (continuous) independent variables. The null hypothesis for the Fischer-type unit root test indicates all panels contain unit roots (significant results indicate that at least one panel is stationary).

Table B.1: Unit root tests for variables in balanced panel (Section III)

Variable	Inverse Chi-Squared Statistic	P-value
<i>Dependent variables</i>		
Spread (vis-à-vis US)	21.90	0.998
Δ Spread (vis-à-vis US)	820.78***	0.000
Spread (vis-à-vis Germany)	49.40	0.266
Δ Spread (vis-à-vis Germany)	1015.03***	0.000
<i>Independent variables</i>		
Right executive seats	32.55	0.933
Δ Right executive seats	981.14***	0.000
Center/CD executive seats	50.36	0.305
Δ Center/CD executive seats	767.91***	0.000
Right executive seats * FR in gov	78.15***	0.002
Δ (Right executive seats * FR in gov)	335.85***	0.000
Center/CD executive seats * FR in gov	27.33	0.987
Δ (Center/CD executive seats * FR in gov)	337.77***	0.000
Unemployment	24.87	0.995
Δ Unemployment	655.64***	0.000
Real GDP Growth	159.63***	0.000
Δ Real GDP Growth	937.16***	0.000
Government debt	23.88	0.989
Δ Government debt	1026.35***	0.000
Current account balance	282.84***	0.000
Δ Current account balance	1595.47***	0.000
Inflation	101.63***	0.000
Δ Inflation	897.71***	0.000
Average credit rating	110.66***	0.000
Δ Average credit rating	979.91***	0.000

*, ** and *** indicate the Chi-squared statistic is significant on a 90%, 95%, and 99% confidence level, respectively. FR indicates far right

Table B.2: Unit root tests for variables in unbalanced (right PM) panel (Section IV)

Variable	Inverse Chi-Squared Statistic	P-value
<i>Dependent variables</i>		
Spread (vis-à-vis US)	59.66***	0.008
Δ Spread (vis-à-vis US)	355.22***	0.000
Spread (vis-à-vis Germany)	57.11**	0.024
Δ Spread (vis-à-vis Germany)	464.73***	0.000
<i>Independent variables</i>		
Right executive radicalism (total manifesto score)	38.30**	0.032
Δ Right executive radicalism (total manifesto score)	236.90***	0.000
Right executive radicalism (economic orthodoxy score)	36.17*	0.053
Δ Right executive radicalism (economic orthodoxy score)	216.86***	0.000
Unemployment	11.76	1.000
Δ Unemployment	326.10***	0.000
Real GDP Growth	89.34***	0.000
Δ Real GDP Growth	527.55***	0.000
Government debt	24.43	0.887
Δ Government debt	510.41***	0.000
Current account balance	200.42***	0.000
Δ Current account balance	1009.03***	0.000
Inflation	41.71	0.313
Δ Inflation	389.75***	0.000
Average credit rating	20.27	0.992
Δ Average credit rating	377.12***	0.000

*, ** and *** indicate the Chi-squared statistic is significant on a 90%, 95%, and 99% confidence level, respectively.

Appendix C: Full table of error correction model results (Table 3 in text)

Table C.1: ECM results for the far-right party conditioning effect

	Full sample (excluding caretakers)	Full sample (including caretakers)	Scope condition (PR countries only)	Spread using German bund as weight
Independent Variables	I	II	III	IV
<i>Error correction</i>				
Spread (t-1)	-0.1042*** (0.002)	-0.1053*** (0.001)	-0.1298*** (0.009)	-0.0981*** (0.006)
<i>Executive Partisanship</i>				
Δ Far right in government (1=yes)	0.3793*** (0.000)	0.5081*** (0.000)	0.5249*** (0.000)	0.4114*** (0.000)
Far right in government (t-1)	-0.0703 (0.274)	-0.0688 (0.315)	-0.1399 (0.291)	-0.0697 (0.281)
Δ Right executive seats	-0.0021** (0.048)	-0.0021** (0.038)	-0.0026** (0.022)	-0.0015* (0.091)
Right executive seats (t-1)	-0.0011* (0.073)	-0.0011* (0.066)	-0.0018* (0.077)	-0.0011* (0.068)
Δ (Far right in gov't * right exec seats)	-0.0008 (0.713)	0.0012 (0.511)	-0.0015 (0.596)	-0.0024 (0.175)
Far right in gov't * right exec seats (t-1)	0.0029** (0.023)	0.0030** (0.014)	0.0051* (0.086)	0.0030** (0.029)
Δ Center/CD executive seats	0.000 (0.972)	-0.0001 (0.933)	0.0013 (0.435)	-0.0005 (0.728)
Center/CD executive seats (t-1)	-0.0009 (0.104)	-0.0009 (0.109)	-0.0022 (0.117)	-0.0009 (0.162)
Δ (Far right in gov't * center exec seats)	-0.0069** (0.023)	-0.0103*** (0.002)	-0.0085** (0.012)	-0.0084*** (0.002)
Far right in gov't * center exec seats (t-1)	0.001 (0.467)	0.0009 (0.541)	0.0024 (0.235)	0.0008 (0.539)
<i>Political controls</i>				
Δ Election (1=yes)	0.0403 (0.128)	0.0417 (0.124)	0.0483 (0.278)	0.0515** (0.040)
Election (t-1)	0.1282** (0.042)	0.1258** (0.037)	0.1557 (0.119)	0.1040* (0.075)

Δ Coalition formation period (1=yes)	-0.0486 (0.264)	-0.049 (0.281)	-0.059 (0.320)	-0.0652* (0.099)
Coalition formation period (t-1)	-0.0517 (0.194)	-0.0384 (0.312)	-0.0808 (0.144)	-0.0509 (0.314)
Δ Minority gov't (1=yes)	-0.1734 (0.272)	-0.2014 (0.186)	-0.2293 (0.167)	-0.2093 (0.195)
Minority gov't (t-1)	0.0356 (0.337)	0.0329 (0.382)	0.0624 (0.227)	0.0393 (0.263)
Δ Single party majority gov't (1=yes)	-0.3439 (0.195)	-0.3589 (0.149)	-0.7587** (0.029)	-0.3644 (0.175)
Single party majority gov't (t-1)	0.1273 (0.255)	0.126 (0.265)	0.3039 (0.151)	0.1417 (0.213)
Δ Caretaker gov't (1=yes)		-0.0825 (0.676)		
Caretaker gov't (t-1)		-0.016 (0.845)		
<i>Economic and fiscal controls</i>				
Δ Unemployment	0.169 (0.219)	0.1674 (0.215)	0.1932 (0.194)	0.1648 (0.216)
Unemployment (t-1)	-0.0165* (0.094)	-0.0161 (0.114)	-0.0229** (0.036)	-0.0206** (0.036)
Δ Real GDP growth	-0.0345 (0.145)	-0.0348 (0.143)	-0.0387 (0.139)	-0.0315 (0.182)
Real GDP growth (t-1)	-0.0219 (0.374)	-0.0226 (0.361)	-0.0303 (0.247)	-0.0296 (0.233)
Δ Government debt	-0.0365 (0.265)	-0.0365 (0.266)	-0.0463 (0.241)	-0.0335 (0.313)
Government debt (t-1)	0.0002 (0.795)	0.0004 (0.685)	-0.0049 (0.177)	0.001 (0.275)
Δ Current Account Balance	-0.001 (0.678)	-0.001 (0.685)	0.001 (0.708)	-0.0003 (0.920)
Current Account Balance (t-1)	-0.0054 (0.342)	-0.0054 (0.340)	-0.0013 (0.798)	-0.0038 (0.550)
Δ Inflation	-0.0083 (0.654)	-0.0088 (0.631)	-0.0221 (0.479)	0.0101 (0.549)
Inflation (t-1)	0.0282** (0.035)	0.0265* (0.051)	0.0244 (0.241)	0.0131 (0.334)
Δ Average credit rating	-0.6833*** (0.000)	-0.6620*** (0.000)	-0.7334*** (0.000)	-0.6592*** (0.000)
Average credit rating (t-1)	-0.0612 (0.185)	-0.06 (0.189)	-0.1285 (0.118)	-0.05 (0.258)
Constant	1.4232	1.4082	2.6065*	1.1986

	(0.168)	(0.168)	(0.076)	(0.241)
Observations	1446	1465	1024	1446
Chi-squared (p-value)	(0.000)	(0.000)	(0.000)	(0.000)
R-squared (overall)	0.3433	0.3421	0.3943	0.2887
Co-integration assumption fulfilled?	Yes	Yes	Yes	Yes

Dependent variable is the first difference in a country's (quarterly) bond spread. Estimator used was an ECM for 22 OECD economies from 2000 q1 to 2019 q4 (the US is excluded from Models I-III, while Germany is excluded from Model IV). P-values provided in parentheses below their beta coefficients (standard errors clustered by country). CD abbreviation for "Christian Democrat". Baseline seat share for executive partisanship is left/Social Democratic executive seats. *, ** and *** indicate significance on a 90%, 95% and 99% confidence level, respectively.

Appendix D: NFRP manifesto score availability

Note: Manifesto scores used to compute the right executive “radicalism” variable in Table 4 indicated in bold

Country	Nationalist far right parties	Manifesto score availability
<i>Australia</i>	One Nation Party	None
<i>Austria</i>	Freedom Party Alliance for the Future of Austria (BZÖ)	2000 q1 - 2019 q4 2006 q4 – 2013 q3
<i>Belgium</i>	Flemish Bloc (Vlaams Blok/Belang) National Democratie	2000 q1 - 2019 q4 None
<i>Canada</i>	None	
<i>Denmark</i>	Danish People’s Party The New Right	2000 q1 - 2019 q4 2019 q2 – 2019 q4
<i>Finland</i>	True Finns/Finns Party	2000 q1 - 2019 q4
<i>France</i>	National Front	2000 q1 - 2019 q4
<i>Germany</i>	Alternative for Germany (AfD)	2013 q3 – 2019 q4
<i>Greece</i>	Popular Orthodox Rally Golden Dawn Greek Solution	2007 q3 – 2012 q2 2012 q3 – 2015 q3 None

<i>Iceland</i>	None	
<i>Ireland</i>	None	
<i>Italy</i>	National Alliance Northern League (Lega) Brothers of Italy	2000 q1 – 2008 q2 2000 q1 – 2019 q4 (the League's score was used for Italy's far right manifesto position from 2008 q3 – 2019 q4) None
<i>Japan</i>	Restoration Party Party for Future Generations	2013 q1 – 2014 q4
<i>Luxembourg</i>	None	
<i>Netherlands</i>	Pim Fortuyn List Party for Freedom	2002 q2 – 2006 q3 2006 q4 – 2019 q4
<i>New Zealand</i>	New Zealand First	2000 q1 – 2005 q3, 2012 q1 – 2019 q4 (New Zealand First's manifesto score was unrecorded for the 2005 and 2008 elections)
<i>Norway</i>	Progress Party	2000 q1 – 2019 q4
<i>Portugal</i>	None	
<i>Spain</i>	Vox	2019 q3 – 2019 q4
<i>Sweden</i>	Sweden Democrats	2010 q4 – 2019 q4
<i>Switzerland</i>	Swiss People's Party	2000 q1 – 2019 q4

<i>United Kingdom</i>	United Kingdom Independence Party	2001 q3 – 2005 q1, 2015 q3 – 2019 q4 (UKIP's manifesto score was unrecorded for the 2005 and 2010 elections)
<i>United States</i>	None	

Appendix E: Right executive radicalism results (German bund as the spread weight)

Table E.1 Right executive radicalism and bond spreads

Independent Variables	I	II	III	IV
<i>Executive Partisanship</i>				
Right executive "radicalism" (linear term)	0.0042	0.0189***		
(total manifesto score)	(0.175)	(0.001)		
Right executive "radicalism" (quadratic term)		0.0006***		
(total manifesto score)		(0.000)		
Right executive "radicalism" (linear term)			0.0309	0.0287
(economic orthodoxy score)			(0.274)	(0.452)
Right executive "radicalism" (quadratic term)				0.0004
(economic orthodoxy score)				(0.866)
<i>Political controls</i>				
Election quarter (1=yes)	0.0919	0.1279	0.0935	0.0958
	(0.580)	(0.469)	(0.580)	(0.583)
Minority gov't (1=yes)	-0.6524	-0.6345	-0.6244	-0.6085
	(0.151)	(0.146)	(0.134)	(0.222)
Single party majority gov't (1=yes)	-0.4895	-0.568	-0.4032	-0.3893
	(0.234)	(0.126)	(0.201)	(0.283)
Coalition formation (1=yes)	-0.0708	-0.069	-0.0864	-0.0843
	(0.754)	(0.745)	(0.670)	(0.679)
<i>Economic and fiscal controls</i>				
Δ Unemployment	1.0367	1.0415	1.057	1.0586
	(0.192)	(0.191)	(0.186)	(0.184)
Real GDP growth	-0.2252	-0.2296	-0.2245	-0.2244
	(0.211)	(0.199)	(0.209)	(0.211)
Δ Government debt	-0.0187	-0.0162	-0.0184	-0.0183
	(0.494)	(0.542)	(0.492)	(0.496)
Current Account Balance	0.0012	0.017	0.0154	0.0165
	(0.971)	(0.645)	(0.735)	(0.700)
Δ Inflation	0.1522	0.1537	0.1531	0.1525
	(0.374)	(0.373)	(0.372)	(0.378)
Δ Average Credit Rating	-1.0393***	-0.9708***	-1.0328***	-1.0284***
	(0.002)	(0.003)	(0.002)	(0.002)
Constant	0.6109	-0.6501	0.4780	-0.6442
	(0.213)	(0.443)	(0.254)	(0.460)
Observations	299	299	299	299

Chi-squared (p-value)	(0.000)	(0.000)	(0.000)	(0.000)
R-squared	0.8316	0.8338	0.8325	0.8325

Dependent variable is a country's (quarterly) bond spread. Estimator used was OLS for 299 country-quarters with right Prime Ministers and NFRPs with recorded manifesto scores from the original sample. P-values provided in parentheses below their beta coefficients (robust standard errors clustered by country). N-1 country and time dummies included but not shown. Baseline for government type is coalition majority governments. *, ** and *** indicate significance on a 90%, 95% and 99% confidence level, respectively.