

Do you think that domestic green bond market is the key for country's energy transition? Comment (200w).

→ Green bonds have been receiving attention over the past few years as a key instrument to finance the transition towards a low carbon economy.

→ A domestic green bond market would definitely support India's aim to install 175GW of renewable energy by 2022.

### Advantages of a domestic green bond market

India is trying to turn its focus towards the green energy owing to the increasing effects of global climate change and an efficient green bond market may be helpful in the following ways:-

- (i) more investment from corporates and financial institutions
- (ii) opens up to more FDI - Foreign direct investments
- (iii) helps to develop positive public relations and towards maintaining a green environment
- (iv) attain the sustainable development goals
  - SDG 7 → affordable clean energy
  - SDG 11 → sustainable cities and communities
  - SDG 13 → climate action
- (v) acts crucial to sunrise sectors like renewable energy in case of finances and technology sharing.

→ Hence it is seen that the Indian green market bond needs to be developed and formalised to ensure equal participation from across sectors for a greener nation

→ Collective participation from financial investors, the government and stakeholders of the green market can assure India of achieving its domestic energy system towards net zero emissions by 2050. If the green bond markets are further strengthened.