8. Scope for further Research

Action has begun in the stock market and is quickly picking up pace to meet the unheard heights.

1. With the informational efficiencies in the market today, the historical data has already started to lose its significance. So, an ongoing research in this area needs to be carried to study various macro-economic factors determining stock market behavior.

2. In light of the recommendations of Tarapore committee-II, the effect of capital account convertibility on the Indian Economy Policy and Financial market needs to be carried.

3. This study has considered the time period till March’2007 only. However, since then the exchange rate has started changing drastically. The rupee has started appreciating against the dollar and has touched Rs. 40 a dollar. In light of this development the effect of exchange rate movements on sensex needs to be studied afresh.

4. A study can also be carried to study that how has sensex been performing as considered against the global stock markets and what the global clued that the sensex reacts to wildly.