

Abstract

This paper examines the impact of change in monetary policy stance on Indian stock markets during the period from 2004 to 2015. The structure of CNX Nifty is examined using Bai-Perron method, followed by testing for semi-strong efficiency of the stock markets using non-parametric analysis. The results show no consistent patterns through which the monetary policy affects stock market.

Keywords: Bai-Perron method, Semi-strong efficiency, Non-parametric analysis