

## **ABSTRACT**

*This study examines whether the anomalous week day effect, which is found in many developed and developing markets around the world is present in the rapidly emerging Indian equity market. The data has been collected from the two major indices of the Bombay Stock Exchange, for the time period 1991-2007. The time period is further divided into two sub periods, one from 1991-1997 and another from 1998-2007. Results indicate that the day-of-the week effect that is seen in the first sub period vanishes in the second time period. Also, if we consider the entire time period, there is nothing such as the day-of-the week effect that is found. These results have important implications for the market efficiency.*

**KEY WORDS:** Seasonality; day-of-the-week effect