

## **A Study on Lunar Effect of Volatility and Causality for Returns of Selected Sectoral Indices in National Stock Exchange**

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### **Abstract**

Doubtlessly, even today there have been wide suppositions that moon cycle impacts human lead. Generally, people all through the planet perceive that tendency and Causality for Returns impact prompts expanding the inclination for the insane issue, hostilities and other beast lead. Close to this, the monetary partner nearly unequivocally perceives that lunar stages also influence the protections trade. They think buying shares during inconsistency and Causality for Returns is nostalgically significant for the cash related partner to get the normal advantage. Customarily the offer worth progress of the certifications changes the datum relating to more humble than anticipated and colossal degree cash related components in Indian protections trade there radiates an impression of being high instability in light of various immense expansion financial sections. In this evaluation two kinds of data are used one is cash related trade data and the condition of flimsiness and Causality for Returns of Selected Sectoral Indices in National Stock Exchange. For cash related trade data, it consolidates the one small step at a time closing expense of top five sectoral reports in NSE subject to Turn over see as on 31.03.2021. The standard

issue is to disconnect whether the contributing during full moon day gets the best yield or new moon day gets the best yield.

**Keyword:** Lunar Effect, Volatility and Causality, National Stock Exchange

## I. INTRODUCTION

The Stock Market is a business opportunity for the exchanging of affiliation stocks. It is an arranged business place where individuals from the connection accumulate to exchange affiliation stocks and different protections. The financial exchange is possibly the rule central focuses for the relationship to fund-raise. This permits their business for development and extension. After development of our economy, the progression through web exchanging of Indian money related exchange was colossal. Different Multi-National Companies recorded and Technologies influence the market. The capital market stands firm on a typical equilibrium in each country. It is a business opportunity for all cash related instruments were getting and progressing of significant length support happens. Capital business regions bargain in both responsibility and worth. Through the capital market, the Government, Industries (both public and private) and affiliations raise both medium and extended length assets through different cash related instruments like offers, assurances and debentures. The stock trades, banks, improvement banks, shared assets; non-banking cash related foundations are the basic constituents of capital market. The confirmations market can be isolated into two basic parts. Essential market and Secondary market. The major market is that piece of the capital business regions that plans with the issuance of new affirmations. The Companies, Governments or Public Sector Institutions can acquire financing through the proposition of another stock or bond issue. This is normally done through a relationship of protections dealers. The course toward offering new issues to money related benefactors is called supporting. On account of another stock issue, this course of action is a first proposal of stock (IPO). Venders obtain a commission that is combined into the cost of the security offering, at any rate it will overall be found in the plan. Essential business regions make significant length instruments through which corporate substances acquire from capital market. In the associate market, one money related ally offers the protections to another financial support and the firm that gives the confirmations isn't unmistakably included. A gigantic fragment of the exchanging the partner business regions happens through created trades, for example, the Bombay Stock Exchange and National Stock Exchange. It is just the associate market that empowers the market people to change their property because of their changing evaluation of risk and return.

### **Lunar Effect in Stock Market Return**

For quite a long time, there have been limitless sentiments that moon cycles sway human direct. In particular, individuals all through the planet recognize that unprecedented human direct tops around the full moon, developing the inclination for insane issues, brutality, and other savage lead. These sentiments can be followed right to obsolete Greece and Rome, all through the past times, and to the present, where they are traditionally found in much expert old stories, most especially for the police and the crisis and clinical benefits. Significantly more by and large, the moon and its cycles have for a long time been viewed as an immense factor in different irrefutable human exercises. Serious limits were routinely coordinated to work with exact occasions of the lunar month, and plan years depended upon moon cycles, including the Islamic, Hebrew, and Chinese schedules. Straight until now, different acclaimed occasions like Easter and Passover are now masterminded by the lunar cycles. Following this enduring representation of sentiments, there is an important writing in frontal cortex science and medication that researches for a moon influence on human direct. A section of these assessments discovers essential relations, for instance lone appraisals find that murders, office demands, and emergency occasions top in the days around the full moon. Notwithstanding, outlines and meta-assessments of the creating have commonly been negative. Rotton and Kelley (1985) took apart the affirmation of 37 appraisals, and reason that lunar stage impacts are "an irrelevant energy about a vein subject." another resuscitated outline, Kelly, Rotton, and Culver (1996), in like way track down that lunar cycle impacts in existing assessments are clashing, questionable, and everything considered of unimportant doable premium. Regardless, existing assessments of lunar cycle impacts on human direct are overall restricted to appraisals of clarified unprecedented lead like suicides, extraordinary presentations, and mental flimsiness. Consequently, such assessments consistently depend upon truly kept occasions of ludicrous results and could be of low quantifiable force, particularly if lunar-cycle impacts on human lead exist at any rate are really sensitive.

### **Volatility of Stock Market**

Right when the financial exchange goes up one day, and a brief time frame later goes down for the going with five, by then up once more, and from there on down once more, that is the thing that you call money related exchange insecurity. In layman's terms, dubiousness takes after vehicle security expenses that go very close by the probability of risky conditions, for example, in the event that you have a weak driving record or in the event that you keep the vehicle in a high-robbery region. Two or three pessimists say instability is a cognizant procedure for suggesting financial allies' doubt. Money related supporters may think frailty shows an issue. Regardless, different experts recognize that all-encompassing weakness can show a skirt back. Obvious information has shown that wild market headways go before a

shift in the market's bearing. A high VIX seems not certainly before a market rally, and a low VIX ordinarily expects a slide. Bearish sorts fight, regardless, that any worth to the VIX's past direct finished on September 11. They say the market is going up against a superfluous number of things, including the economy, careful money related allies, and on-going concern of mental aggressor assaults. Others put flimsiness on all through every single day monetary news on interface and the Internet, since individuals can watch the market move before their eyes. So, what's a financial supporter to do? Regardless of anything else, recall that achievement in the market doesn't depend in the wake of anticipating the future—guesses basically measure the current second. Insecurity is more subject to broad caution—dread and unquench ability—than on head monetary or cash related occasions. Those are not solid feelings on which to base extended length attempt choices

### **Statement of the problem**

Indeed, even today there have been limitless sentiments that moon cycle impacts human direct. Regularly individuals all through the planet recognize that eccentricities and Causality for Returns influence prompts broadening the inclination for the insane issue, brutalities and other monster lead. Next to this, the money related supporter moreover unequivocally recognizes that lunar stages in like way sway the securities exchange. They think purchasing shares during flimsiness and Causality for Returns is cleverly useful for the money related sponsor to acquire the customary benefit. Reliably the offer worth headway of the confirmations changes the datum identifying with more modest than anticipated and full-scale monetary components in Indian insurances exchange there radiates an impression of being high strangeness because of different huge extension financial segments. In this assessment two sorts of information are utilized one is securities exchange information and the circumstance of instability and Causality for Returns of Selected Sectoral Indices in National Stock Exchange. For financial exchange information it contains the bit-by-bit shutting cost of top five sectoral records in NSE subject to Turn over view as on 31.05.2021. The standard issue is to isolate whether the contributing during full moon day gets the best yield or new moon day gets the best yield.

### **Need of the study**

The current evaluation means to help money related investors by giving accessible data about insecurity and Causality for Returns of Selected Sectoral Indices in National Stock Exchange of offer worth new developments. Other than the unusualness and Causality for Returns influence is independent of other plan identified with peculiarities, for example, the January influence, the day-of-week influence, the schedule month influence, and the occasion influence.

### **Objective of the study**

1. To investigate volatility and causality for Indian securities exchange of the best five sectoral records of NSE the going with targets are shown:
2. To analyze the Volatility of reliably returns of the sectoral reports in NSE.
3. To assessment the impact of full moon and new moon day on the presence of the selected sectoral records.

### **Hypothesis of the study**

To isolate the above said protests the going with invalid theory are delineated.

1. NH 1: There is no stationarity in the presence of the selected test sectoral records.
2. NH 2: There is no changeability in this manner of the selected sectoral records of public Stock Exchange.

### **Sample selection**

The instance of the all sectoral records is perused National stock Exchange. There are 12 sectoral records are recorded in NSE. For the assessment reason the master has choosen top five sectoral records subject to turn over respect on 31.03.2021. The subtleties of the best five sectoral records are given in table 1

**Table 1**  
**List of Samples selected by Sectoral Indices based on Turn over value in NSE**

<b>S. No</b>	<b>Name of the sectoral indices</b>
1	CNX FINANCE
2	CNX BANK
3	CNX IT
4	CNX ENERGY
5	CNX FMCG

Source: National Stock Exchange

### **Sources of Data**

The current assessment is on a very basic level set up on associate information. The data identifying with points of sectoral records in NSE are acquired from limit corporate instructive assortment CMIE and [www.nseindia.com](http://www.nseindia.com). The other data was collected from articles, diaries and objections.

### **Period of study**

The assessment is an impact on independent lunar impact and eccentrics of top five sectoral reports of NSE point return were gathered from 01-04-2017 to 31-3-2021.

### **Tools Used for Analysis**

The going with instruments was utilized in this evaluation. Undeniable encounters like Daily Return, Mean, Median, Standard deviation, Skewness, Kurtosis, Augmented Dickey-Fuller test (ADF), GARCH (1,1), Reason for utilizing GARCH (1,1) Model were utilized

### **Limitations of the study**

The current evaluation encounters unmistakable cutoff centers. The tremendous obstacles are given under. The appraisal was bound to sectoral records so to speak. The appraisal will beyond question top five sectoral files reliant upon turnover worth of sectoral records from National Stock Exchange. As the appraisal relied upon an exceptionally essential level upon associate data it is set with express impediments which will indisputably arises coordinating discretionary data. All obstacles related with various mechanical social affairs like association, GARCH which are totally used as method to examine and unravel data are authentic to this assessment. A few dates in the appraisal are taken after the new moon and full moon days thinking about Sunday in which there is no trading the market.

**Table 2**

**The Results of Volatility using GARCH model for CNX FINANCE INDEX for Full moon Effect during from 01-04-2007 to 31-3-2021**

<b>Variable</b>	<b>Co-efficient</b>	<b>Std. Error</b>	<b>z-Statistics</b>	<b>Probability</b>
	Variance Equation			
C	0.000226	0.000184	1.228051	0.2194
RESID (-1) ^2	-0.156738	0.081681	-1.918892	0.0550
GARCH (-1)	1.114555	0.088753	12.55799	0.0000

Sources: www.nseindia.com, computed through E- views

Table 1 shows that loosened squared deteriorating were not gigantic fixed and botch change isn't related. An extra ARCH test on the fitted GARCH (1, 1) model uncovers that this model gets the heteroskedasticity acceptably. Returns of CNX FINANCE INDEX are huge at 1% and Insignificant at 5% level, with values 0.0550 and 0.000 having probability regard more than 10%, so there was Volatility during the assessment time interval, considering the way that the value of GARCH Co-practical is quantifiably huge with expected increments of 0. 957817. The extent of the ARCH and GARCH is positive and in an around one. As such the Null hypothesis (NH2) - There is no dubiousness on the upsides of CNX FINANCE INDEX is exculpated.

**Table 3**

**The Results of Volatility using GARCH model for CNX BANK INDEX for Full Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	0.000301	0.000181	1.665398	0.0958
RESID (-1) ^2	-0.161004	0.072226	-2.229150	0.0258
GARCH (-1)	1.116601	0.077110	14.48060	0.0000

Sources: www.nseindia.com, computed through E- views

Table 2 explains that loosened squared irritation isn't fundamental repaired and slip insecurity isn't associated. An extra ARCH test on the fitted GARCH (1, 1) model uncovers that this model gets the heteroskedasticity reasonably. The upsides of CNX BANK INDEX are enormous at 1% and Insignificant at 5% level, with values 0.0258 and 0.000 having probability regard more than 10%. So there is Volatility during the appraisal time period, considering the way that the value of GARCH Co-persuading is quantifiably immense with potential increments of 0.955597 The extent of the ARCH and GARCH is positive and in an around one. As such the Null speculation (NH2) - There is no shortcoming on the upsides of CNX BANK INDEX for full moon day is exculpated.

**Table 4**

**The Results of Volatility using GARCH model for CNX IT INDEX for Full Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	3.930005	0.000130	0.300895	0.7635
RESID (-1) ^2	-0.079030	0.059847	-1.320520	0.1867
GARCH (-1)	1.053572	0.072483	14.53548	0.0000

Sources: www.nseindia.com, computed through E- views

Table - 3 ganders at delivered squared instigating influence was not fundamental repaired and wreck change isn't associated. A wealth ARCH test on the fitted GARCH (1, 1) model uncovers that this model catches the heteroskedasticity fittingly. Returns of CNX IT INDEX are key at 1% and Insignificant at 5% level, with values 0.1867 and 0.000 having probability regard more than 10%. So, there is Volatility during the assessment time frame, considering the way that the value of GARCH Co-capable is quantifiably tremendous with potential increments of 0.974542. The extent of the ARCH and GARCH is positive and in an around one.

In this manner the Null hypothesis (NH<sub>2</sub>) - There is no impulsive notion on the benefits of CNX IT INDEX for full moon day is acquitted.

**Table 5**  
**The Results of Volatility using GARCH model for CNX ENERGY INDEX for Full Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	0.000431	0.000674	0.639740	0.5223
RESID (-1) ^2	0.251839	0.208441	1.208204	0.2270
GARCH (-1)	0.675855	0.272349	2.481575	0.0131

Sources: www.nseindia.com, computed through E- views

Table-4 reveals that delivered squared unsettling influence isn't essential fixed and mess up contrast isn't associated. A holding up ARCH test on the fitted GARCH (1, 1) model uncovers that this model gets the heteroskedasticity sufficiently. Returns of CNX ENERGY INDEX are enormous at 1% and Insignificant at 5% level, with values 0.2270 and 0.000 having probability regard more than 10%. So, there is Volatility during the evaluation timeframe, considering the way that the value of GARCH Co-supportive is quantifiably basic with expected increments of 0.928125. The extent of the ARCH and GARCH is positive and in an around one. As such the Null hypothesis (NH<sub>2</sub>) - There is no interestingness on the benefits of CNX ENERGY INDEX for full moon day is absolved.

**Table 6**  
**The Results of Volatility using GARCH model for CNX FMCG INDEX for Full Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	0.000144	9.370005	1.532620	0.1254
RESID (-1) ^2	-0.134764	0.140633	-0.958274	0.3379
GARCH (-1)	1.079540	0.165909	6.506812	0.0000

Sources: www.nseindia.com, computed through E- views

Table-5 diagram that removed squared disturbing impact isn't fundamental fixed and slip change isn't related. An additional ARCH test on the fitted GARCH (1, 1) model uncovers that this model catches the heteroskedasticity potentially. Returns of CNX FMCG INDEX are immense at 1% and Insignificant at 5% level, with values 0.3379 and 0.000 having probability regard more than 10%. So there is Volatility during the evaluation time span, considering the way that the value of

GARCH Co-mind blowing is quantifiably fundamental with potential increments of 0.944776. The extent of the ARCH and GARCH is positive and in an around one. Consequently, the Null hypothesis (NH2) - There is no oddity on the benefits of CNX FMCG INDEX for full moon day is exculpated.

**Table 7**  
**The Results of Volatility using GARCH model for CNX FINANCE INDEX**  
**for New Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	9.280005	0.000191	0.485915	0.6270
RESID (-1) ^2	-0.081250	0.048083	-1.689787	0.0911
GARCH (-1)	1.058482	0.064305	16.46032	0.0000

Sources: www.nseindia.com, computed through E- views

Table-6 shows that casual squared disturbing impact isn't goliath fixed and botch insecurity isn't associated. A holding up ARCH test on the fitted GARCH (1, 1) model uncovers that this model gets the heteroskedasticity reasonably. Returns of CNX FINANCE INDEX are immense at 1% and Insignificant at 5% level, with values 0.0911 and 0.000 having probability regard more than 10%. So there is Volatility during the appraisal time period, considering the way that the value of GARCH Co-accommodating is really fundamental with expected increments of 0.977232. The extent of the ARCH and GARCH is positive and in an around one. Thusly the Null theory (NH2), there is no insecurity on the upsides of CNX FINANCE INDEX for new moon day is exonerated.

**Table 8**  
**The Results of Volatility using GARCH model for CNX BANK INDEX for**  
**New Moon Effect from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	7.970005	0.000257	0.309953	0.7566
RESID (-1) ^2	-0.101158	0.056877	-1.778535	0.0753
GARCH (-1)	1.087532	0.071600	15.18897	0.0000

Sources: www.nseindia.com, computed through E- view

Table-7 shows loosened squared fuel isn't colossal fixed and slip contrast isn't associated. An excess ARCH test on the fitted GARCH (1, 1) model reveals that this model gets the heteroskedasticity reasonably. Returns of CNX BANK INDEX are huge at 1% and Insignificant at 5% level, with values 0.0753 and 0.000

having probability regard more than 10%. So, there is Volatility during the appraisal time period, because the value of GARCH Co-capable is really colossal with expected increments of 0.986374. The extent of the ARCH and GARCH is positive and in an around one. Along these lines the Null hypothesis (NH2) - There is no precariousness on the upsides of CNX BANK INDEX for new moon day is absolved.

**Table 9**

**The Results of Volatility using GARCH model for CNX IT INDEX for New Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	6.450005	0.000268	0.240899	0.8096
RESID (-1) ^2	-0.082912	0.086258	-0.961218	0.3364
GARCH (-1)	1.054054	0.097462	10.81503	0.0000

Sources: www.nseindia.com, computed through E- views

Table-8 explains loosened up squared fuel isn't colossal fixed and bungle separation isn't connected. An extra ARCH test on the fitted GARCH (1,) model uncovers that this model catches the heteroskedasticity feasibly. Returns of CNX IT INDEX are principal at 1% and Insignificant at 5% level, with values 0.3364 and 0.000 having probability regard more than 10%. So, there is Volatility during the evaluation period of time, considering the way that the value of GARCH Co-persuading is quantifiably tremendous with potential increases of 0.971142. The extent of the ARCH and GARCH is positive and in an around one. Subsequently the Null hypothesis (NH2) - There is no flimsiness on the upsides of CNX IT INDEX for new moon day is exonerated.

**Table 10**

**The Results of Volatility using GARCH model for CNX ENERGY INDEX for New Moon Effect from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	0.000255	8.040005	3.176300	0.0015
RESID (-1) ^2	-0.133657	0.054900	-2.434558	0.0149
GARCH (-1)	1.056753	0.066563	15.87590	0.0000

Sources: www.nseindia.com, computed through E- views

Table – 9 show that removed squared upsetting impact isn't major fixed and stagger change isn't associated. An extra ARCH test on the fitted GARCH (1,) model reveals that this model catches the heteroskedasticity reasonably. Returns of CNX

ENERGY are fundamental at 1% and Insignificant at 5% level, with values 0.0149 and 0.000 having probability regard more than 10%. So there is Volatility during the evaluation time interval, considering the way that the value of GARCH Co-accommodating is genuinely goliath with potential increments of 0.923096. The extent of the ARCH and GARCH is positive and in an around one. In like manner the Null hypothesis (NH<sub>2</sub>) - There is no vulnerability on the upsides of CNX ENERGY INDEX for new moon day is acquitted

**Table 11**

**The Results of Volatility using GARCH model for CNX FMCG INDEX for New Moon Effect during from 01-04-2007 to 31-3-2021**

Variable	Co-efficient	Std. Error	z-Statistics	Probability
	Variance Equation			
C	0.000219	5.380005	4.080827	0.0000
RESID (-1) ^2	-0.184697	0.072605	-2.543873	0.0110
GARCH (-1)	1.096762	0.096908	11.31756	0.0000

Sources: www.nseindia.com, computed through E- views

Table-10 shows that removed squared disturbing impact isn't monstrous fixed and goof change isn't connected. A wealth ARCH test on the fitted GARCH (1,) model uncovers that this model catches the Heteroskedasticity enough. Returns of CNX FMCG are monstrous at 1% and Insignificant at 5% level, with values 0.0110 and 0.000 having probability regard more than 10%. So, there is Volatility during the evaluation timeframe, considering the way that the value of GARCH Co-reasonable is really tremendous with expected increments of 0.912065. The extent of the ARCH and GARCH is positive and in an around one. In this way the Null hypothesis (NH<sub>2</sub>) - There is no shortcoming on the benefits of CNX FMCG INDEX for new moon day is absolved.

**Table 12**

**The Results of Granger Causality test for Full Moon Days during from 01-04-2007 to 31-3-2021 of selected sample indices**

<b>Pairwise Granger Causality Tests for Full Moon Day</b>				
Null Hypothesis:	Obs	F-Statistic	Prob.	Reject H0 or Not
CNX_ENERGY does not Granger Cause CNX_BANK	58	2.56519	0.0864**	Yes
CNX_BANK does not Granger Cause CNX_ENERGY		2.46949	0.0943**	Yes

CNX_FINANCE does not Granger Cause CNX_BANK	58	3.03415	0.0565**	Yes
CNX_BANK does not Granger Cause CNX_FINANCE		<b>3.32814</b>	<b>0.0435*</b>	<b>Yes</b>
CNX_FMCG does not Granger Cause CNX_BANK	58	0.14304	0.8671	No
CNX_BANK does not Granger Cause CNX_FMCG		0.68672	0.5076	No
CNX_IT does not Granger Cause CNX_BANK	58	1.54075	0.2237	No
CNX_BANK does not Granger Cause CNX_IT		0.94937	0.3935	No
CNX_FINANCE does not Granger Cause CNX_ENERGY	58	1.57371	0.2168	No
CNX_ENERGY does not Granger Cause CNX_FINANCE		2.44682	0.0963**	Yes
CNX_FMCG does not Granger Cause CNX_ENERGY	58	0.57516	0.5661	No
CNX_ENERGY does not Granger Cause CNX_FMCG		1.36513	0.2642	No
CNX_IT does not Granger Cause CNX_ENERGY	58	0.88707	0.4179	No
CNX_ENERGY does not Granger Cause CNX_IT		2.07777	0.1353	No
CNX_FMCG does not Granger Cause CNX_FINANCE	58	0.30518	0.7383	No
CNX_FINANCE does not Granger Cause CNX_FMCG		1.1031	0.3393	No
CNX_IT does not Granger Cause CNX_FINANCE	58	1.0733	0.3492	No
CNX_FINANCE does not Granger Cause CNX_IT		0.51602	0.5999	No
CNX_IT does not Granger Cause CNX_FMCG	58	0.03541	0.9652	No
CNX_FMCG does not Granger Cause CNX_IT		0.05839	0.9433	No

Sources: www.nseindia.com, computed through E- views

\*(\*\*) Indicates significant causal relationship at 5 (10) significance level.

Table 11 explains the aftereffects of causality for full moon enormous length of selected sectoral Index from 01-04-2007 to 31-3-2021. The overall five years assessment of granger causality test explains the feasible increases of cover connection between the record at full moon day at 5% and 10% fundamental levels. The Table evidently explains that of 20 invalid speculations, only six theories were exonerated. Those record are CNX ENERGY INDEX and CNX BANK INDEX, CNX BANK INDEX and CNX ENERGY INDEX, CNX FINANCE INDEX and CNX BANK INDEX, CNX BANK INDEX and CNX FINANCE INDEX, CNX ENERGY and CNX BANK; They were major at 5% and 10% levels, so the more than six game plan of Null Hypothesis (NH3) - There is no Causality on the benefits of selected test sectoral records for Full Moon Day is Rejected. In the meantime, the extra document pair savvy Granger causality was seen at 5% and 10% basic level. The Probability (P-Value) has most likely explained the Pair quick Granger Causality test for full moon days. The appraisal of pair savvy Granger Causality Test was all through way to deal with oversee segregating the Index relationship among test Indices. It was addressed by 20 hypotheses and passed on the delayed result of 20 sets with direct way to deal with oversee fathom the cash related advertisers who contribute at full moon day. So especially the as a rule the assessment the Table 11 explained the cover relationship among the Index. The monetary ally has undeniably seen the contributing course as well. It was pleasant gadget for pair sharp surveying the quick overview returns and it was obviously explained the CNX Bank Index and CNX Finance Index were acceptable relationship record for full moon day monetary backers at apparent level of gigantic.

**Table 13**

**The Results of Granger Causality test for New Moon Days during from 01-04-2007 to 31-3-2021 of selected sample indices**

<b>Pairwise Granger Causality Tests for New moon day</b>				
<b>Null Hypothesis:</b>	<b>Obs</b>	<b>F-Statistic</b>	<b>Prob.</b>	<b>Reject H0 or Not</b>
CNX_ENERGY does not Granger Cause CNX_BANK	59	0.09215	0.9121	No
CNX_BANK does not Granger Cause CNX_ENERGY		0.96015	0.3893	No
CNX_FINANCE does not Granger Cause CNX_BANK	59	3.25895	0.0461*	Yes
CNX_BANK does not Granger Cause CNX_FINANCE		<b>3.9402</b>	<b>0.0253*</b>	<b>Yes</b>

CNX_FMCG does not Granger Cause CNX_BANK	59	0.78988	0.4591	No
CNX_BANK does not Granger Cause CNX_FMCG		2.56122	0.0866**	Yes
CNX_IT does not Granger Cause CNX_BANK	59	1.43911	0.2461	No
CNX_BANK does not Granger Cause CNX_IT		1.00719	0.372	No
CNX_FINANCE does not Granger Cause CNX_ENERGY	59	0.67911	0.5113	No
CNX_ENERGY does not Granger Cause CNX_FINANCE		0.08628	0.9175	No
CNX_FMCG does not Granger Cause CNX_ENERGY	59	1.05547	0.3551	No
CNX_ENERGY does not Granger Cause CNX_FMCG		0.32266	0.7256	No
CNX_IT does not Granger Cause CNX_ENERGY	59	1.73968	0.1853	No
CNX_ENERGY does not Granger Cause CNX_IT		0.28305	0.7546	No
CNX_FMCG does not Granger Cause CNX_FINANCE	59	0.84056	0.437	No
CNX_FINANCE does not Granger Cause CNX_FMCG		2.51679	0.0901**	Yes
CNX_IT does not Granger Cause CNX_FINANCE	59	1.50704	0.2307	No
CNX_FINANCE does not Granger Cause CNX_IT		1.06584	0.3516	No
CNX_IT does not Granger Cause CNX_FMCG	59	1.17378	0.317	No
CNX_FMCG does not Granger Cause CNX_IT		0.07742	0.9256	No

Sources: www.nseindia.com, computed through E- views

\*(\*\*) Indicates significant causal relationship at 5 (10) significance level.

Table 12 shows the aftereffects of causality for new moon widened lengths of selected sectoral Index from 01-04-2007 to 31-3-2021. The overall five years assessment of granger causality test explains the normal increments of cover connection between the record at full moon day at 5% and 10% huge levels. The above Table doubtlessly explains that of 20 invalid speculations, only four theories

were absolved. Those record are CNX FINANCE INDEX and CNX BANK INDEX, CNX BANK INDEX and CNX FINANCE INDEX, CNX BANK INDEX and CNX FMCG INDEX, CNX FINANCE INDEX and CNX FMCG INDEX; they were epic at 5% and 10% levels, so the more than four course of action of Null Hypothesis (NH3) - There is no Causality on the benefits of selected test sectoral records for New Moon Day is Rejected. At the same time, the extra 16 record pair sagacious Granger causality were seen at 5% and 10% tremendous level. The Probability (P-Value) has clearly explained the Pair sharp Granger Causality test for full moon days. The evaluation of pair capable Granger Causality Test was all through way to deal with oversee exploring the Index relationship among test Indices. It was fanned out 20 hypotheses and passed on the aftereffect of 20 sets with significant way to deal with oversee comprehend the cash related promoters who contribute at new moon day. So the inside and out the assessment the Table 11 explained the cover relationship among the Index. The cash related help have clearly seen the contributing way in addition and it was adequate contraption for pair keen reviewing the report returns. This gadget has obviously explained the CNX Finance Index and CNX Bank Index were agreeable relationship record for new moon day monetary partners at undeniable level of gigantic.

### **Findings of the Study**

From the reasonable snippets of data by and large examination the return (Mean) a motivation for CNX FMCG INDEX (0.017759) was recorded higher than the other selected test chronicle at full moon day and CNX ENERGY INDEX (-0.001435) recorded least mean worth from selected test list at full moon day. The Risk pointer (Standard Deviation) for CNX Bank Index with the value of (0.106338) recorded higher than the other selected test list at full moon day and CNX FMCG INDEX (0.053765) recorded lower than the other selected test chronicle of full moon day. From the evaluation of ADF the entire selected test record was fixed at full moon day impact during the examination time spans. The ADF regard was more major than the Test Critical Value at 1%, 5% and 10% goliath level. The uncommonness was appeared by using GARCH (1, 1) Model. The overall assessment was clearly explaining the CNX BANK INDEX was recorded the P-Values were less the 0.10 of the entire three sections, so this only one once-over was less eccentrics at full moon day during the appraisal time span. The Granger Causality evaluation was shown 20 theories. From the 20 speculations only six were exonerated by P-Value at 5% and 10% fundamental levels at full moon day.

### **New Moon Day Effect**

From the entrancing experiences uncovers that the return (Mean) a motivation for CNX FMCG INDEX (0.010097) was recorded higher than the other selected test chronicle at new moon day and CNX ENERGY INDEX (-0.010976)

recorded least mean worth from selected test list at new moon day. The Risk marker (Standard Deviation) for CNX Bank Index with the value of (0.1111195) recorded higher than the other selected test document at new moon day and CNX FMCG INDEX (0.069057) recorded lower than the other selected test once-over of new moon day. From the appraisal of ADF the entire selected test report was fixed at full moon day impact during the assessment time spans. The ADF regard was clearer than the Test Critical Value at 1%, 5% and 10% huge level. The peculiarity was showed up by using GARCH (1, 1) Model. The overall evaluation was undeniably explaining the CNX BANK and CNX FMCG INDEX were recorded the P-Values were less the 0.10 of the entire three parts, so these two records were less flightiness at new moon day during the examination time span. The Granger Causality examination was fanned out 20 hypotheses. From the 20 speculations only four were exculpated by P-Value at 5% and 10% fundamental levels at new moon day.

The following are the important findings of the study:

The step-by-step record respect returns of selected sectoral files were appeared overall emphatically and generally were given negative returns reliant upon clear appraisals. During the assessment time frame, each day list respect returns of sectoral records were stationarity. This evaluation found that the invalid hypothesis should not be seen considering the way that all once-overs result was recorded stationarity and elective hypothesis can be seen. Lunar effect of dependably respect return was shown that 100% sure that all model records were not affected by the full moon and new moon qualification during the appraisal time span. So, these evaluations unequivocally reject the invalid hypothesis. Summarized Autoregressive Condition Heteroskedasticity (GARCH) model for weakness showed that the whimsies of one small step at a time record closing expense was not fluctuating that much during the lunar days.

### **Suggestion**

Considering the divulgences the going with insights are given.

The cash related help can place assets into protections trade during the full moon timeframe as it gives more get back with less risk. The monetary partner should take adequate thought while setting assets into new moon period. New moon period achieves dreadful get back with hazard factor, this relies on lunar stages also as on the worth qualification, trading volume the market. So, the cash related help should take decision in right manner subject to this evaluation. The cash related help placing assets into areas recorded in NSE, no convincing motivation to worry about the worth change throughout the evaluation time frame, considering the way that no impact no repercussions for share respect return of the sectoral records. Considering in normal GARCH assessment, these sectoral files not reflected by the worth unsteadiness moreover as market movement. So, this will attract more cash related help and gives positive return for coming year. Appraisal of the moon return shows

that the sectoral records return experience the lunar effect if there ought to emerge an event of immense worth instability didn't impact the little-by-little impact during the assessment period. hence the cash related ally can get advantage through changing their endeavour plan.

## **II.CONCLUSION**

The current examination investigates the new moon and full moon days record respect return delicacy and lunar effect during the monetary trade contrast. The appraisal made with the help out of Descriptive Statistics, Augmented Dickey-Fuller, GARCH and Granger Causality. Sectoral records closing worth returns and lunar days were considered as the enlightening overview. The dependably record respect returns of the sectoral files were stationarity. To research weirdness, GARCH models were used there was low feebleness in this outline closing worth returns. The lunar effect of sectoral record returns was not dependent worth changes. The overall appraisal shows that changes of the lunar stages moreover impact the cash related trade. Consequently, the cash related ally should make advantage by timing their hypothesis.

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