

The Impact of Macroeconomic Factors on Stock Market Performance

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Abstract: *The Indian stock market in its macro capacity is influenced by many factors, which can be direct or Indirect. The influence of these factors can be very huge or even very minute in nature to the volatility they bring to the Indexes of the market. These factors once studied and understood can help investors make a better decision regarding their portfolio. This study has gone into depth with help of case studies of the recent Trade war of 2025 which also helps understand the recent perspectives and the viewpoints brought forward regarding this topic. The study has also been made more encompassing in a macro perspective using two more case studies specifically based in India and how they have impacted the stock market Indexes as well. This has helped us understand the way how markets react to pecuniary matters and how they can be understood. There is also a survey done from which hypothesis testing is done to understand the statistical validity for the topic as well. The overall hypothesis testing result was that macroeconomic factor being a major influence on the stock market. This study also dwells into the past studies done regarding this topic hence making it prevalent in nature and also so that the understanding regarding this topic is thoroughly covered in this paper.*

Keywords: Indian stock market

