

## Impact of FIIs on National Stock Exchanges of India

*(DR.B.J. Queensly Jeyanthi, Associate Professor of Commerce, Jayaraj Annapackiam College for Women, Periyakulam)*

Foreign capital has greater influence on Indian stock market. In 1992-93, FIIs were allowed to invest in Indian financial markets, since then foreign institutional investment has increased over the years except in 2008-09. Developing countries have strengthened their stock market to attract foreign capital flows. The fluctuations in the stock market are generally due to the withdrawal of Foreign Institutional Investors at any point of time. Hence it is imperative to examine whether the FIIs investment affects stock market performance or not. The study period covers 15 years from 2000 -2001 to 2014 -2015. FIIs investment in equity and NSE capital market segment parameters namely market capitalisation, trading value average daily trading value, demat trading and internet trading are taken for study. Cross correlation and simple regression were used to analyse the data. The results proved that there is a moderate correlation between FIIs investment and NSE and FIIs impact NSE.