

# Tests of the Fama and French model in India

Connor, Gregory and Sehgal, Sanjay (2001) *Tests of the Fama and French model in India*. Financial Markets Group Discussion Papers (379). Financial Markets Group, The London School of Economics and Political Science, London, UK.



PDF - Published Version

[Download \(191kB\)](#) | [Preview](#)

## Abstract

This study empirically examines the Fama-French three-factor model of stock returns for India. We find evidence for pervasive market, size, and book-to-market factors in Indian stock returns. We find that cross-sectional mean returns are explained by exposures to these three factors, and not by the market factor alone. We find mixed evidence for parallel market, size and book-to-market factors in earnings; we do not find any reliable link between the common risk factors in earnings and those in stock returns. The empirical results, as a whole, are reasonably consistent with the Fama-French three-factor model.

**Item Type:** Monograph (Discussion Paper)

**Official URL:** <http://fmg.ac.uk>

**Additional Information:** © 2001 The Authors

**Divisions:** [Financial Markets Group](#)  
[Economics](#)

**Subjects:** [H Social Sciences > HG Finance](#)  
[H Social Sciences > HB Economic Theory](#)

**JEL classification:** [C - Mathematical and Quantitative Methods > C1 - Econometric and Statistical Methods: General > C15 - Statistical Simulation Methods; Monte Carlo Methods; Bootstrap Methods](#)

**Date Deposited:** 28 Aug 2009 13:42

**Last Modified:** 09 May 2025 00:41

**URI:** <http://eprints.lse.ac.uk/id/eprint/25057>

## Actions (login required)

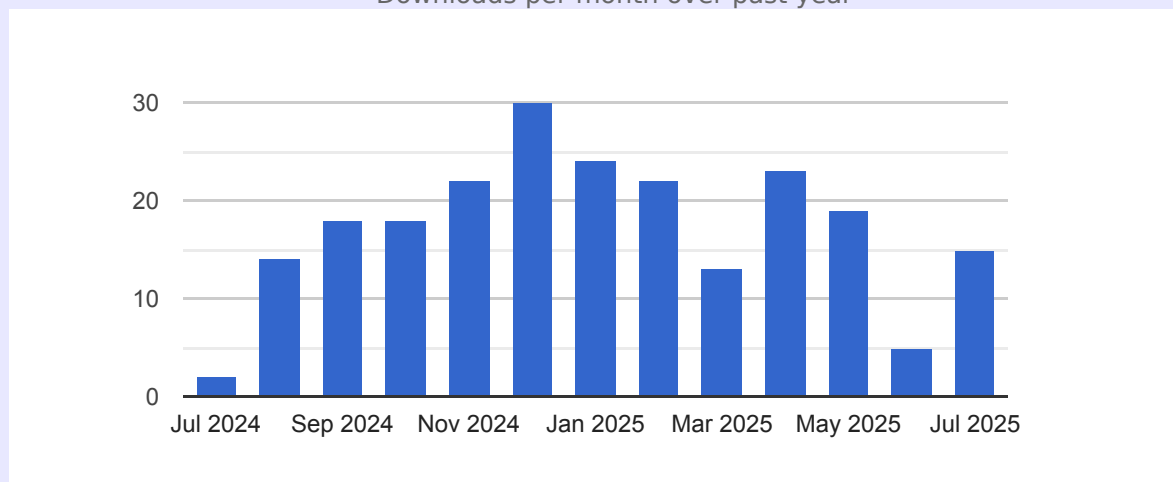


[View Item](#)

## Download Statistics

### Downloads

Downloads per month over past year



[View more statistics](#)

