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**DAY-OF-THE-WEEK EFFECT OF SECOND BOARD STOCKS
ON THE KUALA LUMPUR STOCK EXCHANGE**

CLOSED STACKS

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ABSTRACT

The KLSE Second Board is in its seventh year of operation since it was first launched in November 1988, and has since grown from strength to strength with 160 companies listed on it to date and total market capitalisation of RM22,700 million.

The purpose of this paper is to explore the existence of day-of-the-week effect of the Second Board stocks which, due to the listing requirements, are smaller in size and may be more vulnerable to seasonality. The study will investigate the pattern of seasonality, if it exists and make some inferences about the impact on the Second Board market efficiency.

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TABLE OF CONTENTS

Chapter	Page
1. INTRODUCTION	1
1.1 Seasonality in Stock Returns	1
1.2 Implication on the Efficient Market Hypothesis	2
1.3 Literature Review	4
1.4 Objective of Study	9
1.5 Organisation of Study	10
2. THE KUALA LUMPUR STOCK EXCHANGE	11
2.1 Historical Development	11
2.2 Types of Securities	11
2.3 Size of the Market	12
2.4 Regulatory Developments	12
2.5 KLSE Reforms and Developments	13
2.6 KLSE Second Board	15
2.7 Listing Requirements for KLSE	16
2.7.1 Main Board	16
2.7.2 Second Board	17
3. DATA AND METHODOLOGY	18
3.1 Data	18
3.1.1 Selection of Data	18
3.1.2 Source of Data	19
3.2 Research Model of Stock Returns	20
3.3 Statistical Test	20
3.3.1 Parametric Tests	21
Oneway ANOVA	22
Bartlett's Test	22
Tukey Test	24
3.3.2 Non-Parametric Tests	24

4.	EMPIRICAL RESULTS AND DISCUSSION	27
4.1	Analysis of Data	27
4.2	Daily Mean Return Distribution	28
4.3	Cross Country Comparison	32
4.4	Results of Oneway ANOVA	33
4.5	Results of t-Test	35
4.6	Results of Kruskal-Wallis Test	35
5.	SUMMARY AND CONCLUSION	38
5.1	Restatement of Objective of Study	38
5.2	Conclusion Reached on the Existence of Day of the Week Seasonality	38
5.3	Conclusion Reached on the Pattern of the Seasonality	39
5.4	Possible Explanations of Day-of-the-Week Effect	41
	Settlement Effect	41
	Information Effect	42
	Trading Pattern of Individual and Institutional Investors	42
	Measurement Errors	42
5.5	Implication of Study Findings	43
	BIBLIOGRAPHY	44
	APPENDICES	46

LIST OF APPENDICES

Appendix	Page
1	Second Board Companies Selected for the Study and Their Market Capitalisation 46
2	Capital Changes and Dividend Payout of the 31 Selected Second Board Companies 47

LIST OF TABLES

Table		Page
4.1	Summary Statistics of Mean Returns of 31 Second Board Stocks by Day-of-the-Week	28
4.2	Summary Statistics of Mean Returns of Second Board Index and Composite Index by Day-of-the-Week	32
4.3	Average Returns on Some Countries' Common Stock Indices by Day-of-the-Week	33
4.4	Results of Oneway ANOVA and Tukey Test for Day-of-the-Week Effect of 31 Second Board Stocks and 2 Indices	36
4.5	Result of Kruskal-Wallis and Bartlett's Tests for Day-of-the-Week Effect of 31 Second Board Stocks and 2 Indices	37