

## **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**.