



**SDI Review Form 1.6**

Journal Name:	<a href="#">Advances in Research</a>
Manuscript Number:	2014_AIR_12912
Title of the Manuscript:	DETERMINANTS OF STOCK MARKET DEVELOPMENT IN NIGERIA: A COINTEGRATION APPROACH
Type of the Article	Original Research Article

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**PART 1: Review Comments**

	<b>Reviewer's comment</b>	<b>Author's comment</b> (if agreed with reviewer, correct the manuscript and highlight that part in the manuscript. It is mandatory that authors should write his/her feedback here)
<b>Compulsory</b> REVISION comments	<p>The subject of this paper is original and relevant. However, there are some imprecisions that need to be corrected. The econometric methodology also needs to be more careful.</p> <p><b>Line 221:</b> The authors affirm that the model was estimated using ADF and PP tests. This is too confusing. The ADF and PP tests are tests for unit root and no estimation methods.</p> <p><b>Line 227 (equation 3):</b> It is also confusing. Equation (3) contains 3 intercepts (<math>B_0</math>, <math>B_1</math>, <math>B_2</math>)? All variables <math>X_t</math> are the same? I suggest using <math>X_{1T}</math>, <math>X_{2T}</math>, ..., <math>X_{NT}</math>.</p> <p><b>Tables 1 and 2:</b> If all the variables are integrated of order 1, then they are <b>not stationary</b>. They are stationary in first difference, which should be clear in the table (column 6 of tables)</p> <p><b>Johansen Cointegration test (issues to be addressed):</b></p> <ol style="list-style-type: none"> <li>1. All options provided by <i>Eviews</i> for the cointegration test were used? Or the option of using linear trend was chosen a priori?</li> <li>2. The Durbin-Watson test is not valid for this type of model.</li> <li>3. Some variables are not statistically significant in the ECM.</li> <li>4. There are 5 independent variables in the model and 6 relations of co-integration.</li> </ol>	<p>Comment appreciated. Paper reviewed and relevant corrections made.</p> <p>Corrected.</p> <p>Corrected.</p> <p>Corrected.</p> <p>Not all options provided by Eview were used.</p> <p>Agreed for 2 and 3. But the ECM shows the correct sign and it is acceptable at 5% level of significance.</p> <p>As a default, Eview usually shows all variables.</p>



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<b><u>Minor</u></b> REVISION comments	<p><b>Lines 251-258:</b> The whole paragraph is too confusing.</p> <p><b>Line 140:</b> "Johansen-Julius cointegration" - I believe that the authors wanted to refer to Johansen-Juselius cointegration analysis.</p> <p>The period used in the study is from 1977 to 2010. In abstract, is reported from 1980 to 2010.</p> <p>I suggest improving the presentation of equations.</p> <p>The article should be written more fluidly. The division into short sections for objectives and hypotheses (section 1.2 and 1.3) is unnecessary. All this can be presented in a better way in the introduction of paper.</p>	<p>Corrected.</p> <p>Corrected.</p> <p>Correction made (1977 to 2010).</p> <p>Noted for correction.</p> <p>Noted for correction.</p>
<b><u>Optional/General</u></b> comments		