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Journal Name:	**British Journal of Economics, Management & Trade**
Manuscript Number:	**2014_BJEMT_13851**
Title of the Manuscript:	**EMPIRICAL ANALYSIS OF MONETARY POLICIES ON STOCK PRICE DISTORTION IN NIGERIA: IMPLICATIONS ON REAL SECTOR**
Type of the Article	**Original Research Article**

General guideline for Peer Review process:

This journal's peer review policy states that **NO** manuscript should be rejected only on the basis of '**lack of Novelty**', provided the manuscript is scientifically robust and technically sound.
To know the complete guideline for Peer Review process, reviewers are requested to visit this link:

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PART 1: Review Comments

	Reviewer's comment	**Author's comment** *(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)*
Compulsory REVISION comments	Please see below.	Agreed
Minor REVISION comments	Please see below.	Agreed
Optional/General comments	This paper covers a meaningful topic: price distortion and the macro variables' relationship. As the paper addressed, it examines the origin of distortions in stock prices, inflation rates, interest rates and foreign exchange rates as it relates to monetary policy initiatives and its implications on the real sector in Nigeria using two stage regression model, which has not been specifically tested by prior research in this area. The methods employed were persuasive and classic, and the results are therefore sound. My minor concerns are first, the author should address more why the price volatility is suggested as distortion. Though the author	Agreed

	indicated that "price distortion is propagated as volatility, which is described by Wijnbergen and Edwards (1986) as tax, because highly volatile relative prices discourage the irreversible investment commitments to the real sector", I am not convinced why volatility is mispricing. Fair price levels can be fast-changing and cause volatility *per se.* Another concern is the writing: please use less passive voices such as "It is found that share price distortion is influenced by monetary policy initiatives, interest rate, inflation rate and foreign exchange rate".	