



**SDI Review Form 1.6**

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|--------------------------|-----------------------------------------------------------------------------------|
| Journal Name:            | <a href="#">Asian Journal of Economics, Business and Accounting</a>               |
| Manuscript Number:       | Ms_AJEBA_38007                                                                    |
| Title of the Manuscript: | AN ECONOMETRIC ASSESSMENT OF THE REAL EFFECTIVE EXCHANGE RATE VOLATILITY IN KENYA |
| Type of the 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:

(<http://www.sciencedomain.org/page.php?id=sdi-general-editorial-policy#Peer-Review-Guideline>)

**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)                                                                                                                                                                                                                                   |
|-------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Compulsory</b> REVISION comments | <ul style="list-style-type: none"> <li>After plotting the series in level, there is no need to test for stationary on "intercept" and "intercept and trend". The plot itself will tell you which one to use. Again, why not simply plot the differenced series to ascertain level integration as an additional method of unit root test?</li> <li>Cointegration mentioned but not modelled, implying results.</li> <li>Error Correction Model (ECM) mentioned but not modelled, implying no results.</li> <li>Conclusion and recommendations are not supported by the study.</li> </ul> | <ul style="list-style-type: none"> <li>The time series plot of REER (Fig. 4.1) has been done away with. Both the first generation tests (classical tests) and the second generation unit root tests have been maintained.</li> <li>A mention of Cointegration and Error Correction model has been done away with as they may not be applicable in this study.</li> <li>Consider the revised edition.</li> </ul> |
| <b>Minor</b> REVISION comments      | <ul style="list-style-type: none"> <li>Topic to be rephrased. The following may be considered "An economic assessment of the real effective exchange rate volatility on economic performance in Kenya".</li> </ul>                                                                                                                                                                                                                                                                                                                                                                      | <ul style="list-style-type: none"> <li>The study was meant to carry out an assessment of the real effective exchange rate to ascertain whether it is volatile or not, but not to explain the relationship between exchange rate volatility and macroeconomic performance in Kenya.</li> </ul>                                                                                                                   |
| <b>Optional/General</b> comments    | <ul style="list-style-type: none"> <li>The topic is topic but the manuscript has major econometric modelling gaps.</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                           | <ul style="list-style-type: none"> <li>Consider the revised edition.</li> </ul>                                                                                                                                                                                                                                                                                                                                 |