

Review of: "Sectoral Herding Contagion on Eve of New Year"

Dora Almeida¹

¹ Universidade de Evora

Potential competing interests: No potential competing interests to declare.

Sectoral Herding Contagion on Eve of New Year

Abstract:

A few changes were made. Thus, for this version, my comments are the same as the first review.

Introduction:

All of my previous comments were addressed.

Literature review: 1. Herding behavior + 2. Contagion

My suggestions are the same as in my last review. It should be: i. briefly explained the relevance and significance of studying herding behavior and contagion in financial markets and how this review contributes to the paper's objectives; ii. included more recent references to reflect the current state of research on herding behavior and contagion in financial markets; iii. included more recent studies on financial contagion and its relationship with herding behavior; iv. improved the literature review on the existing knowledge gap that the current study aims to fill (What specific contributions does this study make to the existing literature?); v. presented the H1 and H2 in the methodology section, where the research design and approach are described.

Research Methodology

My suggestions are the same as in my last review.

Results and Discussion

The obtained results should be discussed considering previous studies' findings on this subject.

Conclusion

My suggestions are the same as in my last review. It should be: i. identified what models are outperformed by "the non-linear term"; ii. acknowledged potential limitations and address the scope of the research, to generalize the findings; iii. suggested future research to explore the underlying reasons for the persistence of herding contagion; iv. introduce a discussion of the practical implications of the findings for investors and policymakers.

