

## **Abstract**

This paper studies the relationship between price and trading volume of stocks in 6 Asian markets over the period 2000 to 2006. These countries include Hong Kong, South Korea, Malaysia, Singapore, Taiwan and Thailand. The result shows that there is evidence of price momentum effect in all countries. Portfolios of better performance stocks continue to perform better than portfolios of worst performance stocks. In term of volume, however, only in Hong Kong, portfolios with high volume outperform portfolios with low volume, while in other countries low volume portfolios outperform high volume portfolios suggesting a positive relationship between illiquidity and return.