

ABSTRACT

This study analyzes the capital market integration between ASEAN-6 (Indonesia, Malaysia, Singapore, Thailand, Philippines, Vietnam) and Japan in the period 2008-2023 after the signing of ASEAN-Japan Comprehensive Economic Partnership (AJCEP). Using the DCC-GARCH method, the study found that capital market integration between ASEAN-6 and Japan is generally weak, but has increased in the 2019-2023 period as the AJCEP First Protocol amendment is implemented. These results are important for investors for portfolio diversification and for policymakers in strengthening regional economic integration.

Keywords: *capital market integration, ASEAN-6, Japan, AJCEP, DCC-GARCH*