A STUDY ON DIVIDEND POLICY AND VALUE OF THE FIRM: MANAGERIAL PERSPECTIVES IN MALAYSIA

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DECEMBER 2005
Tarikh: 20 DISEMBER 2005
No. Fail Projek: 600-IRDC/SSP/5/3/1395

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LAPORAN AKHIR PENYELIDIKAN “A STUDY ON DIVIDEND POLICY AND VALUE OF THE FIRM: MANAGERIAL PERSPECTIVES IN MALAYSIA”

Merujuk kepada perkara di atas, bersama-sama ini disertakan 3 (tiga) naskah Laporan Akhir Penyelidikan bertajuk “A STUDY ON DIVIDEND POLICY AND VALUE OF THE FIRM: MANAGERIAL PERSPECTIVES IN MALAYSIA”.

Sekian, terima kasih.

Yang benar,

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Tandatangan

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Acknowledgement

I wish to acknowledge the assistance of many persons within the industry who responded to the questionnaires and numerous requests for timely information not available in regularly published sources. To them I am ever so grateful. I would like to express my gratitude to my mentor for his suggestions and challenges in completing this project. I am extremely grateful to URDC members for their support. Finally, I dedicate this study to my beloved ones for their understanding and support. Any remaining errors are my own.
Abstract

This study investigates the views of corporate managers about the relationship between dividend policy and value; explanations of dividend relevance including the bird-in-the-hand, signaling, tax-preference, and agency explanations; and how firms determine the amount of dividends to pay. We obtain data from 2004 mail survey sent to 207 chief financial officers/financial controller/corporate managers of firms listed on the Bursa Malaysia. Based on 64 usable responses, the empirical result show that most survey respondents believe that dividend policy affects firm value. Of the four explanations for dividend relevance, the respondents generally express the highest level of agreement with statements about signaling. The results also show that managers are concerned about the continuity of dividends when setting dividend payments.