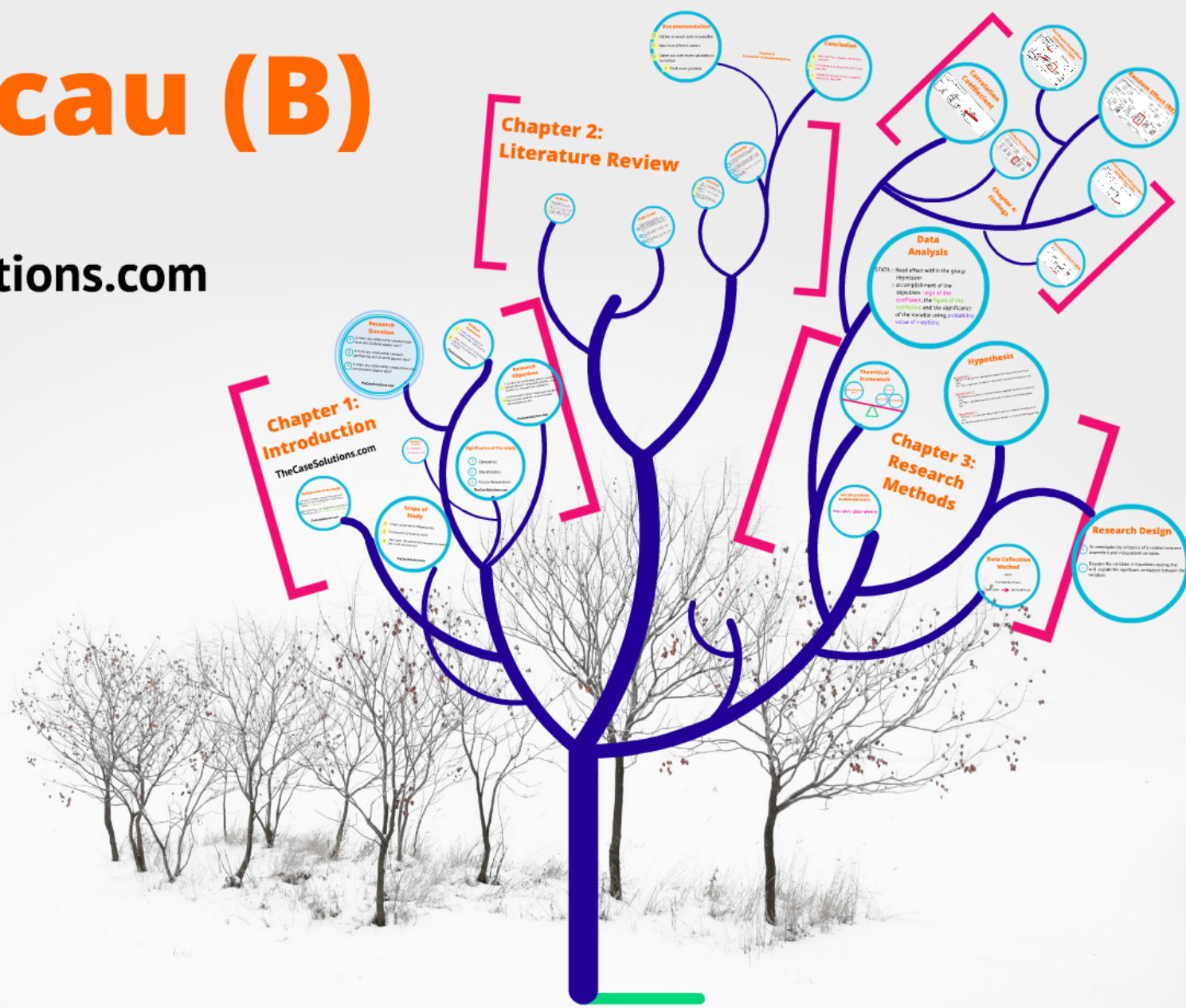


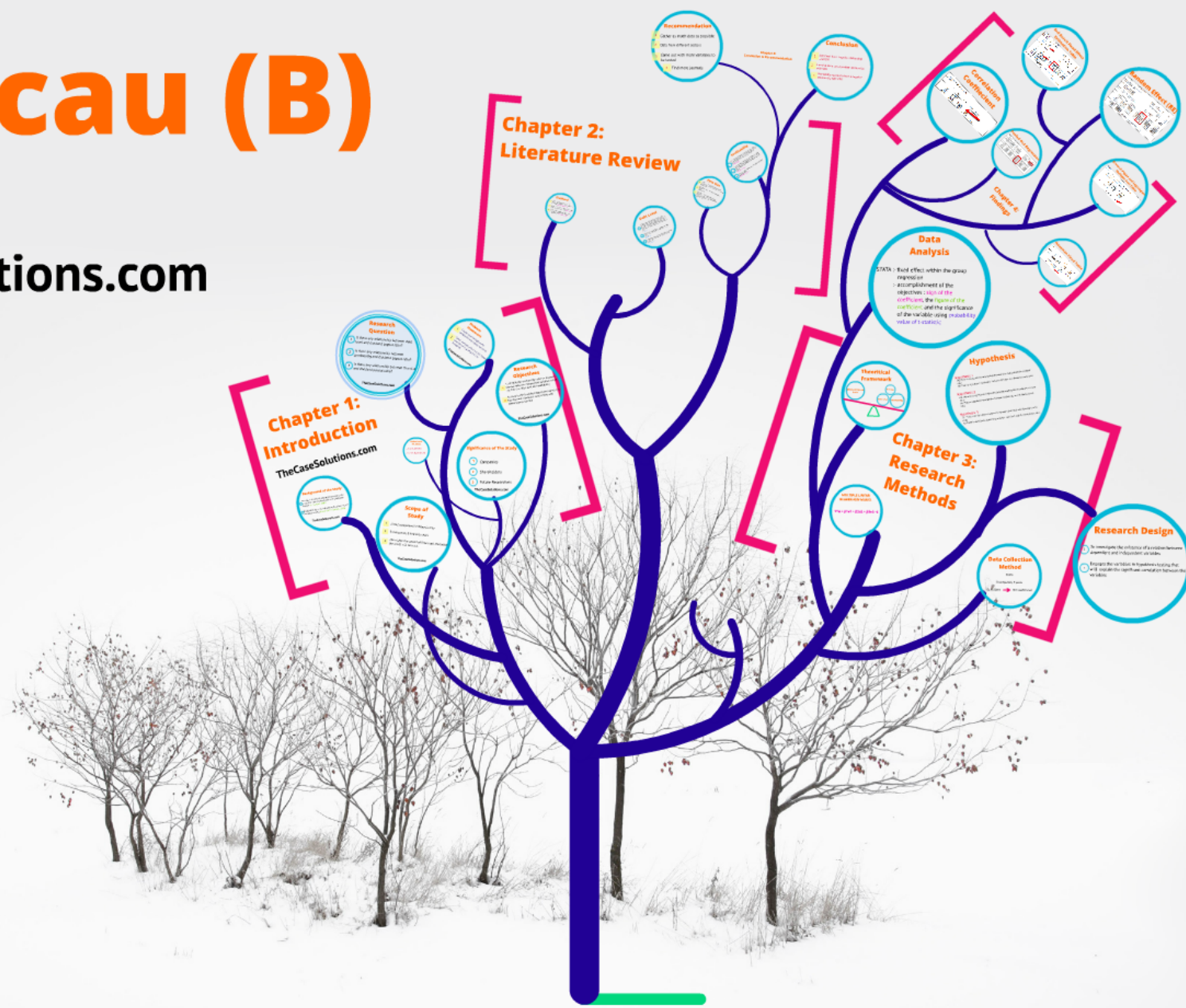
Viva Macau (B)

TheCaseSolutions.com



Viva Macau (B)

TheCaseSolutions.com



Chapter 1: Introduction

TheCaseSolutions.com

Background of the Study

- 1 The topic of dividend payout policy is one of the issues that concerns the people in the corporate finance (Al-Malkawi, 2007)
- 2 Dividend policy is not reflected by the share value in the capital market (Miller and Modigliani (1961)

TheCaseSolutions.com

Limitation Of The Study

- 1. Literature Review
- 2. Availability of the data

Scope of Study

- 1 Listed companies in Malaysia only
- 2 8 companies, 8 financial years
- 3 The higher the period of time used, the better the result will turn out

TheCaseSolutions.com

Significance of The Study

- 1 Companies
- 2 Shareholders
- 3 Future Researchers

TheCaseSolutions.com

Research Objectives

- 1 To identify the relationship between dividend pay-out ratio and independent variables which are firm size, debt level and profitability
- 2 To identify which of the independent variable(s) has the most significant relationship with dividend pay-out ratio

TheCaseSolutions.com

Problem Statement

- 1 People assume high profit companies pay higher dividend
- 2 Some wonders what are the factors considered in giving out the dividends

TheCaseSolutions.com

Question

- 1 Is there any relationship between debt level and dividend payout ratio?
- 2 Is there any relationship between profitability and dividend payout ratio?
- 3 Is there any relationship between firm size and dividend payout ratio?

TheCaseSolutions.com

Background of the Study

- The topic of dividend payout policy is one of the
- 1 issues that concerns the people in the corporate finance (Al-Malkawi, 2007)
 - 2 Dividend policy is not reflected by the share value in the capital market (Miller and Modigliani (1961))

TheCaseSolutions.com

Problem Statement

1

People assume high profit companies pay higher dividend

2

Some wonders what are the factors considered in giving out the dividends

TheCaseSolutions.com

Research Objectives

1

To identify the relationship between dividend pay-out ratio and independent variables which are firm size, debt level and profitability

2

To identify which of the independent variable(s) has the most significant relationship with dividend pay-out ratio

TheCaseSolutions.com

Research Question

- 1 Is there any relationship between debt level and dividend payout ratio?
- 2 Is there any relationship between profitability and dividend payout ratio?
- 3 Is there any relationship between firm size and dividend payout ratio?

Scope of Study

- 1 Listed companies in Malaysia only
- 2 8 companies, 8 financial years
- 3 The higher the period of time used, the better the result will turn out

TheCaseSolutions.com

Significance of The Study

- 1 Companies
- 2 Shareholders
- 3 Future Researchers

TheCaseSolutions.com