



**THE IMPACT OF COMPANY SPECIFIC FACTORS ON CAPITAL
STRUCTURE: EVIDENCE FROM MALAYSIAN AGRICULTURE LISTED
COMPANIES**

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JUNE 2019

ACKNOWLEDGEMENT

To complete this thesis, it required me a lot of assistance and guidance from many people around me. I am grateful to those people that continued to support me during all this semester and I dedicate this acknowledgement to them either directly or indirectly in preparing this assignment.

First of all, I would like to thank to Almighty Allah SWT for giving me strength and spirit in which was very crucial for me. My deepest appreciation goes to Dr. Rozita@Uji Mohammed, who gave me the opportunity, advice and chance to conduct this study throughout this whole semester. Without her support and guidance, I would face a lot of unsettled problems and this research would not have happened. Thank you for the commitment and contribution. Additionally, I would also like to thank to every lecturers for their help, expertise, knowledge and encouragement during all these semester. Without their help, it will be difficult for me to understand about research area and complete my bachelor degree.

Getting through my dissertation required more than academic support, and I have many, many people to thank for listening to and, at times, having to tolerate me over the past 6 months. I cannot begin to express my gratitude and appreciation for their friendship. Nurul Filzah, Firdaus Bin Ismadi, Mohd Daniel Irfan and Muhd Aslam and many more that have been unwavering in their personal and professional support during the time I spent at the University. For many memorable evenings out and in, I must thank everyone above.

Most importantly, none of this could have happened without my family. To my family, it would be an understatement to say that, as a family, we have experienced some ups and downs in the past 6 months.. Every time I was ready to quit, you did not let me and I am forever grateful. This dissertation stands as a testament to your unconditional love and encouragement.

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ABSTRACT

The motivation behind this paper is to look at the determinants of capital structure for Malaysian listed company. There are several determinant that may contribute to capital structure decision. Furthermore, this paper focuses only three main factors of Malaysian firms and tries to explain their effect on capital structure. The subordinate variable is association's influence proportion and autonomous variables consist of tangibility, profitability and business risk. This paper uses the secondary information of 8 Malaysian listed companies on Bursa Malaysia for the period of 10 years from 2008 to 2017. Finding shows that tangibility is the most important determinant of capital structure for Malaysian companies and after that profitability and business risk. Result of theory testing dependent on connection between independent and dependent variables are completely in accordance with pecking order hypothesis, while it mostly supports trade of theory in short, capital structure of Malaysian firms specific in agriculture is totally clarified by pecking request hypothesis of capital structure.