



**IMPLICATION OF DIVIDEND POLICY ON SHARE PRICE: A
PANEL STUDY**

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JUNE 2016

ACKNOWLEDGEMENT

Alhamdulillah thanked to Allah S.W.T because with His blessing, this research paper can be completed successfully. Many thanks goes to my research advisor Sir Syamsyul Bin Samsudin for his guidance, supervision and support. His constructive comments and suggestions greatly assist in the successful completion of this project paper. In addition, special thanks to En. Wan Muhd Faez Bin Wan Ibrahim for his guidance and advice towards the completion of this project paper.

Not to be forgotten, I would like to give my deepest gratitude to my lovely parents because they have supported me from the beginning to the end of this research. They always gave me moral support to finish this project paper with full of heart. Last but not least, a special thanks also goes to everyone who has supported and helped me in completing this project paper.

Thank you.

ABSTRACT

This issue exists due to the stock price reactions towards the dividend policy in the plantation sector of Malaysia. Dividend policy has been debated by the analyst which is stated that it play an important role to determine the share price of the company. This research will be explained the result of the effects on the dividend policies toward the plantation sector by using the financial element ratio which is involve the dividend yield, dividend pay-out, retained earnings, and earning per share and also involve in the total liabilities of the company. In this study the sample is collected by yearly basis from period 2008 to 2014. The method that be conducted based on the secondary data which is obtain from the Thomson Reuters DataStream for the 7 years. It is involved data from 12 plantation companies out of 45 companies in the industry which are included each of independent variables such as dividend yield, dividend pay-out, total liabilities, retained earnings, and earning per share.

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