



THE RELATIONSHIP BETWEEN OWNERSHIP STRUCTURE
AND FIRM PERFORMANCE

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TABLE OF CONTENTS

	Page
TITLE PAGE	i
DECLARATION OF ORIGINAL WORK	ii
LETTER OF TRANSMITTAL	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENTS	v
LIST OF FIGURE	vii
LIST OF TABLES	viii
LIST OF ABBREVIATION	ix
ABSTRACT	x
CHAPTER 1 INTRODUCTION	
1.0 Introduction	1
1.1 Background of the study	2
1.2 Problem Statement	3
1.3 Objective of Study	4
1.4 Scope of Study	4
1.5 Research Question	5
1.6 Significant of Study	5
1.7 Limitations of Study	6
1.8 Definition of Term	7
1.9 Conclusion	8
CHAPTER 2 LITERATURE REVIEW	
2.0 Introduction	9
2.1 Literature Review	9
2.1.1 Managerial and Concentration Ownership	9
CHAPTER 3 DATA AND METHODOLOGY	
3.0 Introduction	12
3.1 Data Collection	12

3.2	Research Design	12
3.3	Theoretical Framework	13
3.4	Data Analysis Technique	14
3.5	Hypothesis of the Study	16
3.6	Measurement	18
3.7	Statistical Software	19
3.8	Flow of Research Methodology	20
3.9	Conclusion	20

CHAPTER 4 FINDING AND ANALYSIS

4.1	Descriptive Statistic	21
	4.1.1 Result of Descriptive Statistic	21
4.2	Diagnostic Testing	22
	4.2.1 Heteroscedasticity Test	22
	4.2.1.1 Result of Heteroscedasticity Test (ROA)	22
	4.2.1.2 Result of Heteroscedasticity Test (ROE)	23
	4.2.2 Multicollinearity Test	23
	4.2.2 Result of Multicollinearity Test	23
	4.2.3 Regression Analysis	24
	4.2.3.1 Result of Regression Analysis (ROA)	24
	4.2.3.2 Result of Regression Analysis (ROE)	26
	4.2.4 Pearson Correlation test	27
	4.2.4.1 Result of Pearson Correlation test ROA	27
	4.2.4.2 Result of Pearson Correlation test ROE	28

CHAPTER 5 CONCLUSION

5.1	Conclusion	29
5.2	Recommendation	29

REFERENCES	31
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APPENDICES	34
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ABSTRACT

This study is conducted to explore the link between ownership structure and firm performance among the non-financial Public Listed Companies. Ownership structure is represented by Managerial Ownership and Concentration Ownership. ROA and Roe were used to measure the firm performance. Cross sectional were used to identify the relationship among the variables. The data collected for this research is for the period 2009-2013 and the sample consists of 21 companies. Three specific research questions are applied to explore the relationships between the percentage held by Managerial Ownership and Concentration ownership. Result showed that there are negative relationship between Managerial Ownership and ROA, and also negative relationship with ROE. Concentration Ownership has a positive relationship with ROA and ROE. For control variables, Asset turnover a significant and positive relationship ROA. While Debt ratio has no significant and negative relationship with ROA. Asset turnover and Debt ratio has a significant relationship and significant relationship with ROE.