



**FACTORS AFFECTING DIVIDEND PAYOUT POLICY OF  
MANUFACTURING SECTOR IN MALAYSIA**

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## TABLE OF CONTENT

	<b>Page</b>
TITLE PAGE	i
DECLARATION OF ORIGINAL WORK	ii
LETTER OF TRANSMITTAL	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENT	v- vii
LIST OF TABLES	viii
LIST OF FIGURE	ix
ABSTRACT	x

### **CHAPTER 1 : INTRODUCTION**

1.0 Overview	1
1.1 Introduction	1
1.2 Background of the study	3
1.3 Problem statement	4
1.4 Research objectives	5
1.5 Scope of the study	5
1.6 Significance of the study	6
1.7 Limitations of the study	7
1.8 Operational definitions	8

## **CHAPTER 2 : LITERITURE REVIEW**

2.0 Introduction	9
2.1 Dividend payout	9
2.2 Liquidity	12
2.3 Profitability	14
2.4 Financial leverage	16

## **CHAPTER 3 : RESEARCH METHODOLOGY**

3.0 Introduction	18
3.1 Data collection	18
3.1.1 Secondary data	18
3.2 Data Analysis	19
3.2.1 Descriptive Statistics	19
3.2.2 Test of Correlation	20
3.2.3 Multicollinearity Test	20
3.2.4 Bruesh and Pagan Test	21
3.2.5 Pool Ordinary Least Square (POLS)	
Regression Model	21
3.2.6 Random Effect Model (REM)	21
3.3 Conceptual Framework	22
3.4 Hypotheses Development	23

## **CHAPTER 4 : DATA ANALYSIS**

4.0 Introduction	25
4.1 Descriptive Analysis	25
4.2 Test of Correlation Analysis	27
4.3 Pooled Least Squared (POLS) Regression	28

## ABSTRACT

The objective of this study is to examine relationship between liquidity, profitability and financial leverage with dividend payout policy and to examine the most influence impact of firm's dividend policy of manufacturing sector in Malaysia by using panel data. The yearly data have been collected from year 2005 until 2014. The data have been collected from Thomson Reuters DataStream database and Bursa Malaysia. The result for Pooled Least Square (POLS) Regression shows all independent variables are positively significant to the dividend per share. For Random Effect (GLS) Regression shows that liquidity and profitability are positively significant toward dividend per share and financial leverage is not significant to dividend per share.

Keywords: Dividend payout, liquidity, profitability, leverage, Malaysia.