

# **IMPACT OF DIVIDEND DECLARATION ON STOCK PRICE (A STUDY OF CEMENT SECTOR'S COMPANIES LISTED AT KSE)**

**By**

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A thesis presented to the Department of Management Sciences, Bahria University Karachi  
Campus, in partial fulfillment of the requirements  
of the MBA degree



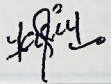
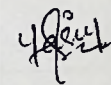
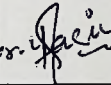
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## MBA Thesis

### 2<sup>nd</sup> Half-semester Progress Report & Thesis Approval

#### Supervisor-Student Meeting Record

No.	Date	Place of Meeting	Topic Discussed	Signature of Student
5	30-11-15	Faculty Room-1	critical Debate was discussed.	
6	7-12-15	Faculty Room-1	Discussion on Recommendation was held.	
7	14-12-15	Faculty Room-1	Final Analysis done by Supervisor.	

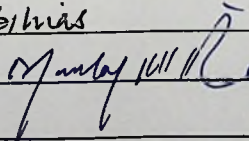
#### APPROVAL FOR EXAMINATION

Candidate's Name: Faliya Saleem Registration No. 31371  
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I hereby certify that the above candidate's thesis has been completed to my satisfaction and, to my belief, its standard is appropriate for submission for examination. I have also conducted plagiarism test of this thesis using HEC prescribed software and found similarity index at ----- that is within the permissible limit set by the HEC for the MBA thesis. I have also found the thesis in a format recognized by the Department of Management Sciences.

Supervisor's Signature:  Date: 22.2.2016

Name: Kaleem A. Ghani

Head Of Department Signature:  Date: \_\_\_\_\_

### ABSTRACT

This study is an attempt to examine the impact of dividend declaration and EPS on stock price of 8 listed companies of cement sector of Pakistan which are chosen at random from KSE-100 index. The stock prices, dividend and EPS of selected companies are taken from the period of 2009-2014 and average values are taken of each company for the data analysis. The dependent variable is stock price and independent variables are dividend and EPS. The methodology used for the empirical testing is linear regression analysis. The findings of empirical evidence indicate in the study that the stock prices of all sample of cement sectors change with the change in dividend and earnings per share. It is statistically proved by this study that dividend and EPS have a positive relation with the stock price.

Key Words: Dividend, Stock Price, EPS (Earning per Share)

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