CHAPTER - 8

FINDINGS
FINDINGS OF THE STUDY

This chapter deals with summary of findings given by statistical treatment of collected data and test of significance of the formulated hypothesis. Findings of the study are presented precisely in consistency and sequence of the objectives articulated for the research.

I. BONUS ISSUE ANNOUNCEMENT

A. BSE LISTED COMPANIES

1. Event study analysis conducted in Ajanta Pharma Ltd which has announced bonus issue 1:2 ratio is not having significant impact on its share price according to Paired T-test analysis.

2. Ansal Housing & Constructions Ltd announced bonus issue 2:1 ratio is not having significant impact on its share price according to Paired T-test analysis.

3. Event study analysis conducted in Ashoka Buildcon Ltd which has announced 1:2 ratio of bonus issue is not having significant impact on its share price according to Paired T-test analysis.

4. AVT Natural Products Ltd has announced bonus issue 1:1 ratio and is not having significant impact on its share price according to Paired T-test analysis.

5. Announced bonus equity shares 1:3 ratio in Diamond Power Infrastructure ltd is having significant impact on its share price according to Paired T-test analysis.

6. Event study analysis conducted in Global Infratech & Finance Ltd which has announced 1:10 ratio of bonus issue is not having significant impact on its share price according to Paired T-test analysis.

7. Godrej Industries ltd share prices are statistically not significant with 1:1 ratio of bonus issue announcement according to Paired T-test analysis.

8. Heritage Foods Ltd has no significant impact of bonus issue (1:1 ratio) on its share price according to Paired T-test analysis.

9. Bonus announcement 1:1 ratio in Infosys ltd is statistically insignificant impact on its share price according to Paired T-test analysis.
10. Indian Tobacco Corporation Ltd (ITC), bonus issue announcement of 1:1 ratio is not having significant impact on its share price according to Paired T-test analysis.

11. Corporate announcement ratio of 1:2 bonus issue in Larsen and Toubro Ltd (L&T) is insignificant impact on its share price according to Paired T-test analysis.

12. Bonus issue announcement (1:2 ratio) at Motherson Sumi Systems Limited (MSSL) is statistically no significant impact on its share price according to Paired T-test analysis.

13. Shilpa Medicare Ltd’s bonus issue announcement 1:2 ratio is not having significant impact on its share price according to Paired T-test analysis.

14. Internal event announcement i.e. bonus issue of 1:2 ratio in Sutlej Textiles and Industries Ltd is statistically insignificant impact on its share price according to Paired T-test analysis.

15. Tata Teleservices Ltd announced 2:15 ratio of bonus issue is not having significant impact on its share price according to Paired T-test analysis.

16. Event study analysis conducted in Torrent Pharmaceuticals Ltd which has announced 1:1 ratio of bonus issue is statistically insignificant impact on its share price according to Paired T-test analysis.

B. NSE LISTED COMPANIES

1. ITC Ltd announced bonus equity ratio of 1:1 is not having significant impact on its share price according to Paired T-test analysis.

2. Event study analysis conducted in Larsen & Toubro Limited (L&T) which has announced 1:2 bonus shares is statistically insignificant impact on its share price according to Paired T-test analysis.

3. Bonus announcement of 1:1 ratio in Tech Mahindra Ltd is not statistically significant impact on share price according to Paired-T-test analysis.

4. Corporate announcement of bonus issue in Sundaram Finance Ltd which has announced bonus equity share of 1:1 ratio is not having significant impact on its share price according to Paired T-test analysis.

5. Event study analysis conducted in AVT Natural Products Limited which has announced bonus equity share of 1:1 ratio is not having significant impact on its share price according to Paired T-test analysis.
II. DIVIDEND ANNOUNCEMENT

C. BSE LISTED COMPANIES

1. Event study analysis conducted in Ranbaxy Laboratories Ltd which has announced 40% of dividend issue is not having statistically significant impact on its share price according to Paired T-test analysis.

2. Bajaj Auto Ltd has announced 450% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

3. 20% of Dividend announcement of Balaji Tele films Ltd is statistically insignificant impact on its share price according to Paired T-test analysis.

4. Aditya Birla Chemicals Ltd has announced 10% of dividend issue. According to Paired T-test analysis the impact of dividend issue is insignificant on its share price.

5. Axis bank ltd has announced 200% of dividend issue, which is not having significant impact on its share price according to Paired T-test analysis.

6. Event study analysis conducted in Bharti Airtel ltd which has announced 36% dividend issue is statistically insignificant impact on its share price according to Paired T-test analysis.

7. Gas Authority of India Ltd (GAIL) has announced 59% of dividend issue is having significant impact on its share price according to Paired T-test analysis.

8. 342.5% of Dividend announcement in HDFC Bank Limited is not having significant impact on its share price according to Paired T-test analysis.

9. Event study analysis conducted in Hero MotoCorp Ltd which has announced 3,250% of final dividend issue is not having significant impact on its share price according to Paired T-test analysis.

10. Hindalco Ltd which has announced 100% of final dividend bonus issue is not having significant impact on its share price according to Paired T-test analysis.

11. Hindustan Unilever Limited (HUL) has announced 750% of final dividend issue and is not having significant impact on its share price according to Paired T-test analysis.
12. 230% final Dividend announcement of ICICI Bank Ltd is not having significant impact on its share price according to Paired T-test analysis.

13. Infosys Limited has announced 860% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

14. Event study analysis conducted in ITC Limited which has announced 600% of bonus issue is not having significant impact on its share price according to Paired T-test analysis.

15. Larsen & Toubro Limited (L&T) has announced 712.5% dividend issue and is not having statistically significant impact on its share price according to Paired T-test analysis.

16. Mahindra and Mahindra Limited (M&M ltd) has announced 270% dividend issue, and is not having significant impact on its share price according to Paired T-test analysis.

17. Event study analysis conducted in Maruti Suzuki India Limited which has announced 240% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

18. Event study analysis conducted in NTPC Limited which has announced 17.5% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

19. Event study analysis conducted in Oil and Natural Gas Corporation Limited (ONGC ltd) which has announced 5% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

20. Reliance Industries Limited (RIL) has announced 95% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

21. Event study analysis conducted in Sun Pharmaceutical Industries ltd which has announced bonus issue is not having significant impact on its share price according to Paired T-test analysis.

22. Event study analysis conducted in TATA Motors Limited which has announced 100% final dividend issue is not statistically significant impact on its share price according to Paired T-test analysis.

23. Event study analysis conducted in TATA Steel Limited which has announced 100% final dividend issue is not having significant impact on its share price according to Paired T-test analysis.
24. Event study analysis conducted in Tata Consultancy Services Limited (TCS) which has announced 2,000% of dividend issue is not statistically significant impact on its share price according to Paired T-test analysis.

25. Event study analysis conducted in UltraTech Cement Limited which has announced 90% of dividend issue is not having significant impact on its share price according to Paired T-test analysis.

D. **NSE LISTED COMPANIES**
1. Biocon ltd has announced 100% dividend issue and it is statistically insignificant impact on its share price according to Paired T-test analysis.
2. Bosch ltd has announced 550% dividend issue and it is not having significant impact on its share price according to Paired T-test analysis.
3. Britannia Industries Limited which has announced 600% dividend issue and it is not having significant impact on its share price according to Paired T-test analysis.
4. Cairn India Ltd has announced 65% dividend issue and it is not having significant impact on its share price according to Paired T-test analysis.
5. Event study analysis conducted in Canara Bank Limited which has announced 45% dividend issue is not having significant impact on its share price according to Paired T-test analysis.

III. **MERGER & ACQUISITIONS ANNOUNCEMENT**

E. **BSE LISTED COMPANIES**
1. Fortis Healthcare Limited has announced acquisition of 100% Fortis Healthcare International. The acquisition is not having significant impact on acquiring firm share price according to Paired T-test analysis.
2. An infrastructure company *Adani Enterprises Limited has announced acquisition of Australian Abbot Point Port*. Acquisition is not showing significant impact on acquiring firm share price according to Paired T-test analysis.
3. Vedanta Ltd has acquired 4.98 per cent stake in Cairn India. Acquisition is not having significant impact on its share price according to Paired T-test analysis.
4. Mahindra & Mahindra Ltd has acquired 70% controlling stake in SsangYong, the South Korean auto maker for US $ 463 million, is not having significant impact on its share price according to Paired T-test analysis.

5. GVK Power & Infrastructure Ltd bought out Australia’s Hancock Coal for about 1.26 billion dollars, is not having significant impact on its share price according to Paired T-test analysis.

6. Merck Ltd has announced takeover of US based Sigma-Aldrich Company for $17 billion. The takeover is not having significant impact on its share price according to Paired T-test analysis.

7. Event study analysis conducted in Tata Power, has acquired 30% stake in PT Arutmin Indonesia an Indonesian coal manufacturing firm for Rs 47.4 billion. Acquiring is not having significant impact on its share price according to Paired T-test analysis.

8. Tata Consultancy Services Ltd has approved the merger of subsidiary CMC Ltd with itself. The merger is not having significant impact on its share price according to Paired T-test analysis.

9. Reliance Industries Limited (RIL) took over 78% shares in Network18 Media & Investments Limited, for Rs 4,000 crores. The takeover is not having significant impact on its share price according to Paired T-test analysis.

10. Event study analysis conducted in Asian Paints Ltd has entered into a binding agreement with Ess Ess Bathroom Products Pvt. Ltd and its promoters to acquire its entire front-end sales business. Acquisition is not having significant impact on its share price according to Paired T-test analysis.

F. NSE LISTED COMPANIES

1. Cipla Ltd has announced acquisition of 60% stake of Sri Lankan distributor Company for $14 million. Acquisition is not having significant impact on its share price according to Paired T-test analysis.

2. JSW Steel has announced acquisition of Welspun Maxsteel Limited for $185.6 million. Acquisition announcement is not having significant impact on its share returns according to Paired T-test analysis.
3. An Indian FMCG firm Emami Ltd announced acquisition of SK Todi led Shrachi group’s 32% stake in AMRI Hospitals Limited. Event study analysis of acquirer is not having significant impact on its share price according to Paired T-test analysis.

4. **Mahindra Holidays Resorts India Limited** has announced 18.8% acquisition of Finland Company **Holiday Club Resorts Oy**. Acquisition announcement is not having significant impact on its security returns according to Paired T-test analysis.

5. Software services exporter Persistent systems ltd, acquired assets of Pune-based mobile advertising firm Hoopz Plant Info Pvt Ltd. Event study analysis of acquirer is not having significant impact on its share price according to Paired T-test analysis.

**IV. RIGHTS ISSUE ANNOUNCEMENT**

**G. BSE LISTED COMPANIES**

1. Can Fin Homes Ltd has announced rights issue to raise of funds for an amount upto Rs. 300 Crore. The issue of equity shares on the basis of rights issue is not having significant impact on its share price according to Paired T-test analysis.

2. Event study analysis conducted in Channel 9 which has announced rights issue is not having significant impact on its share price according to Paired T-test analysis.

3. Coromandel Engineering Company Ltd has announced equity shares on the basis of rights issue not exceeding Rs. 60 crores. This corporate event is not having significant impact on its share price according to Paired T-test analysis.

4. GMR Infrastructure Ltd has announced issue of equity shares by way of rights issue for an amount upto Rs. 1500 Crore. This event is not having statistically significant impact on its share price according to Paired T-test analysis.

5. **Lakshmi Vilas Bank** Ltd has announced rights issue to raise the fund upto Rs 505 crore. It is not having significant impact on its share price according to Paired T-test analysis.

6. NCC Ltd has announced rights issue to raise of funds upto an amount of Rs 650 crore. Rights issue is not having significant impact on its share price according to Paired T-test analysis.

7. State Bank of Travancore has announced rights issue to raise the fund not exceeding Rs 629 crore. According to Paired T-test analysis the impact rights issue on its share price is insignificant.
8. Tata Motors Limited has announced equity shares on the basis of rights issue for raising funds up to Rs 7,500 crore. Internal event announcement is not having significant impact on its share price according to Paired T-test analysis.

9. Zee Media Corporation Limited has announced rights issue for raising funds up to Rs 200 crore. According to Paired T-test analysis there is significant change in the security return in the post event period.

H. NSE LISTED COMPANIES

1. GMR Infrastructure Ltd has announced rights issue not exceeding Rs. 1500 crores. It is not having significant impact on its share price according to Paired T-test analysis.

2. Event study analysis conducted in Lakshmi Vilas Bank Ltd, which has announced rights issue not exceeding Rs. 505 crores. Rights issue is not having significant impact on its share price according to Paired T-test analysis.

3. ZEE media corporation Ltd has announced rights issue not exceeding Rs. 200 crores. And event announcement is statistically significant according to Paired T-test analysis.

4. NCC Ltd has announced equity shares on the basis of rights issue not exceeding Rs. 650 crores. According to Paired T-test analysis the firm Rights issue is not having significant impact on its share price.

5. Event study analysis conducted in Ramco Systems Ltd which has announced rights issue not exceeding Rs. 123.35 crores. The right issue is not having significant impact on its share price according to Paired T-test analysis.

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