PREFACE

Dynamic environment has put forth many challenges for today’s human being; even a common person wants to prove him or herself with the greatest efficiency in present era. Competition is multiplying every day and that has given birth to number of good or bad aspects. Some want to survive in Cutthroat competition by applying unethical practices, while some wants to enjoy healthy competition through ethical and transparent activities. The reaction of both the aspects is obviously, represent in their action positive for the positive action and negative for negative actions.

Ever stack holder wants to increase their wealth. Therefore companies have to fulfill their expectation by enhancing their earning through good practice of governance. Good practice corporate governance means maintaining transparency, credibility and objectivity within organization. The stakeholders like employees get good packages, supplies gets timely payment, bankers get timely payment of interest and shareholders get fair amount of dividend. Thus it said that the corporate governance has an impact on payment of interest, payment to suppliers, payment of employee and payment of dividend to shareholder. Even decision regarding of declaration of dividend depends upon the good practice of governance. The company can have stable dividend policy, if they have good governance practice. Here researcher has chosen the topic which deals with the Study corporate Governance and dividend policy: Evidence from Indian firms. Here BSE-30 companies were selected because the index is made out of BSE-30 companies. Moreover BSE-30 companies represent the corporate entities of India which are listed on different stock exchanges.

The period covered under the study extends over five years from 2008 to 2012. Adopting various techniques such as accounting ratio analysis, trend analysis, has made analysis of selected BSE-30 units. The secondary have
collected from capitaline database, prowess and from various journals, magazines and news papers. It is hoped that the thesis will be of immense help and use to practicing financial Managers, Management, Government officials, employees, Shareholders, Academicians and research scholars.

The present study is divided into five chapters. The first chapter is the Conceptual Framework of corporate governance and dividend policy. The second chapter focuses on Overview of Bombay Stock Exchange Ltd. and Brief profile of BSE-30 companies. The third chapter is related with the Research Methodology. In the fourth chapter is about the data analysis and interpretation. Finally, in the last chapter suitable and significance suggestions have been made and conclusion drawn.