

Board of Directors' Structure and Corporate Restructuring: A Preliminary Evidences

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Abstract : This study examines the impact of governance structure via corporate restructuring decision on selected firm characteristics and performance. Results of selected ratios that represent corporate decision, governance structure and performance in pre and post restructuring are analyzed for some conclusions. This study uses annual data of companies that are consistently listed on the Main Board of Bursa Malaysia and announced completed corporate restructuring. The results show that only debt ratio is significantly different before and after asset restructuring. This study concludes that firms do not view corporate restructuring namely asset restructuring as an opportunity to simultaneous enhance governance structure that could also contribute enhance firm performance and board of directors' structure subsequent to asset restructuring only has significantly influence on changing capital structure but not on firm performance.

Keywords : board of directors, capital structure, corporate restructuring, performance

Conference Title : ICFA 2015 : International Conference on Finance and Accounting

Conference Location : Sydney, Australia

Conference Dates : December 10-11, 2015