

Sound dividend policy is a long term policy that aims in maximization of shareholders wealth. While determining such a policy investment opportunity of the firm, its present economic status and investor preferences should be given due weight age.

stock dividend

stock dividend is a dividend payment to shareholders that is made in shares rather than as cash. The stock dividend has the advantage of rewarding shareholders without reducing the company's cash balance, although it can dilute earnings per share.

These stock distributions are generally made as fractions paid per existing share. For example, a company might issue a stock dividend of 5%, which will require it to issue 0.05 shares for every share owned by existing shareholders, so the owner of 100 shares would receive 5 additional shares.

lease financing

Lease financing is a contractual agreement between the owner of the assets (lessor) and user of the assets (lessee), whereby the owner permits the user to economically use the asset on the payment of periodical amount which is in the form of lease rent for a specific period of time.

Venture capital

Start up companies with a potential to grow need a certain amount of investment. Wealthy investors like to invest their capital in such businesses with a long-term growth perspective. This capital is known as venture capital and the investors are called venture capitalists.

What is dividend?

eligible as long as they own the stock by the ex-dividend date. Dividends may be paid out as cash or in the form of additional stock.