

The Influence of Dividend Policy on Earnings Per Share (EPS) in Nifty Companies

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Abstract: This paper explores the intricate relationship between dividend policy and earnings per share (EPS) within the context of Nifty companies, which represent a diverse and dynamic subset of India's corporate landscape. Dividend policy decisions are crucial for firms as they impact shareholder wealth and market perception. On the other hand, EPS is a fundamental financial metric that reflects a company's profitability and financial health. The study employs a comprehensive dataset spanning several years to analyze how different dividend policies, such as dividend payout ratios and dividend stability, influence EPS in Nifty-listed firms. By employing statistical and econometric techniques, this research aims to shed light on the nuanced interplay between dividend distributions and earnings, offering insights for investors, financial managers, and policymakers.

Keywords: Dividend, Policy, Influence, Earnings, EPS, Nifty, Companies

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