ASSignment-15.

1) What a your expectation From a company's stoe price, when the company has conitently Increased dividends in the Past, but has recently wiht down.

When a company that has ~~conooc~~ comistontly Increased its dividends suddonly cut its dividend. The stock price is general expeted to decline.

This is because dividend act often singnel to Inverfore that the company may be Facing Financial diffewlties or expects weaker Future earings.

dividend cuts are often viewed are sign that the company is Struggling to generate enough cash Flow or Profits to sustain its previous payout levels.

Investors may interpret that the compan's Future Financial health is act risk.

For companies that have a strong track recond of increasing dividends, any deviation From that patern could lead to a significant loss ~~of~~ Investors conisidone, causing the stock price to fall.

The Stock's ~~as~~ yield would be reduced after a dividend cut, which might make the stock less attentive to Investor looking For dividend Income.