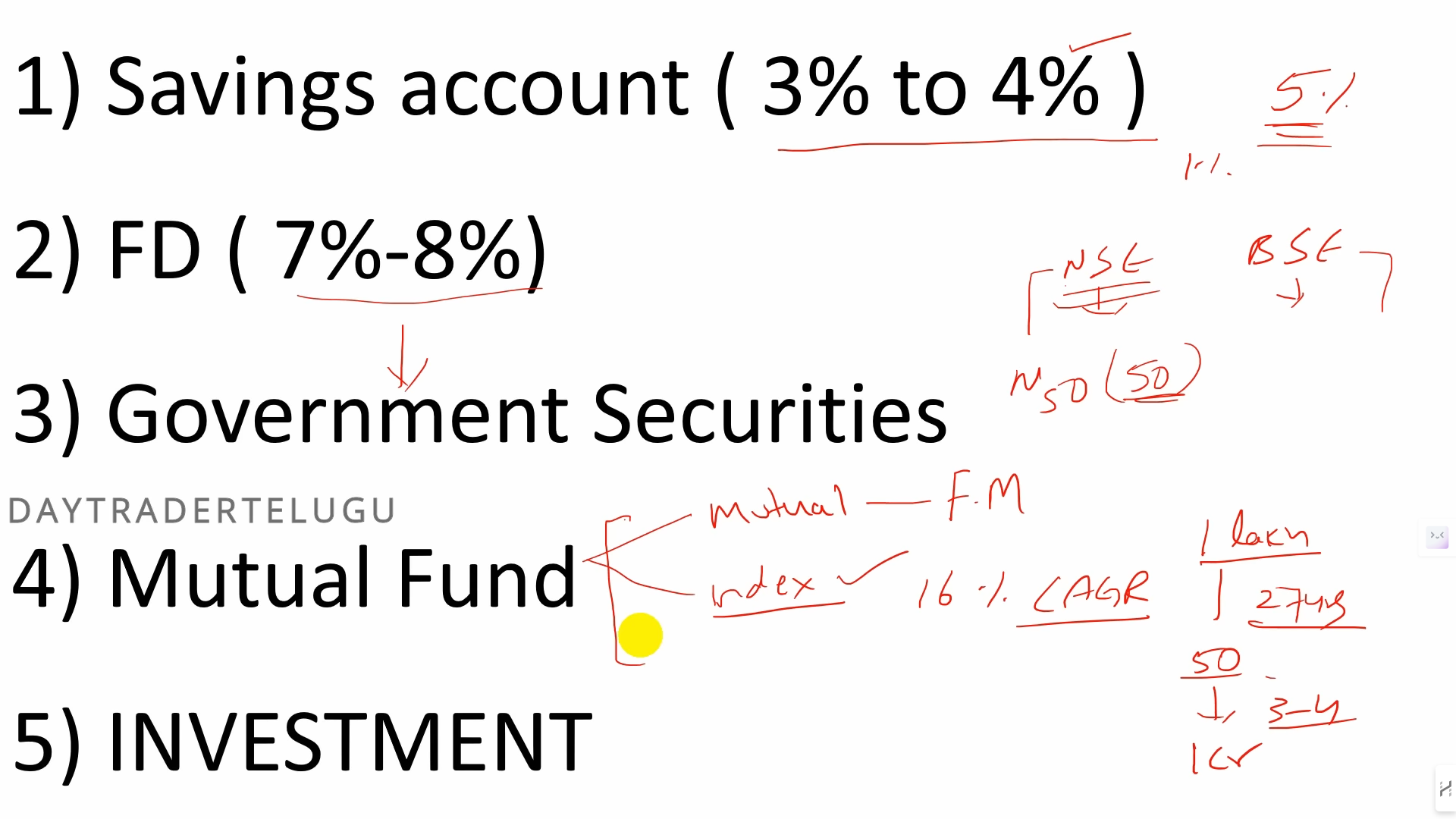
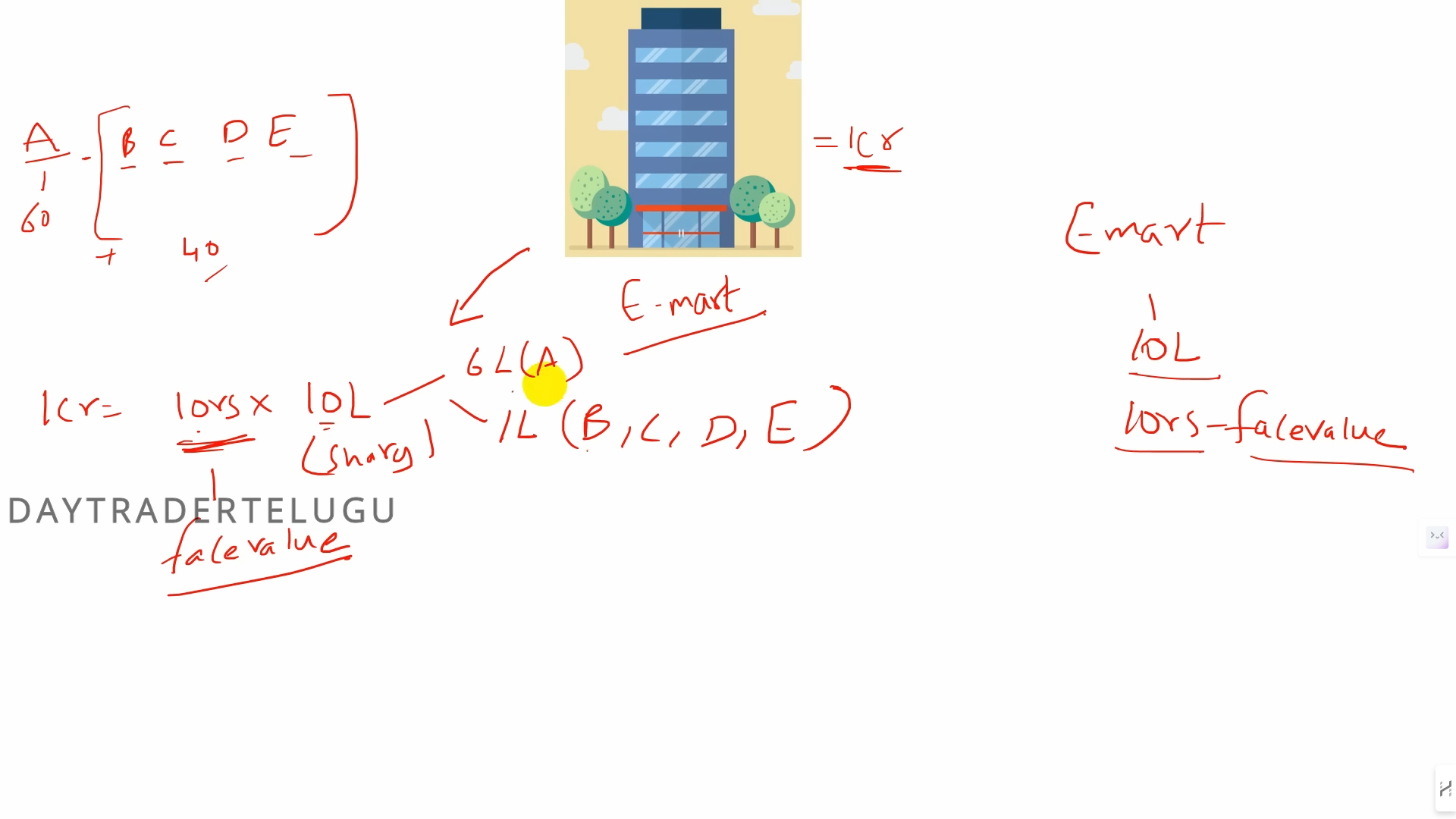
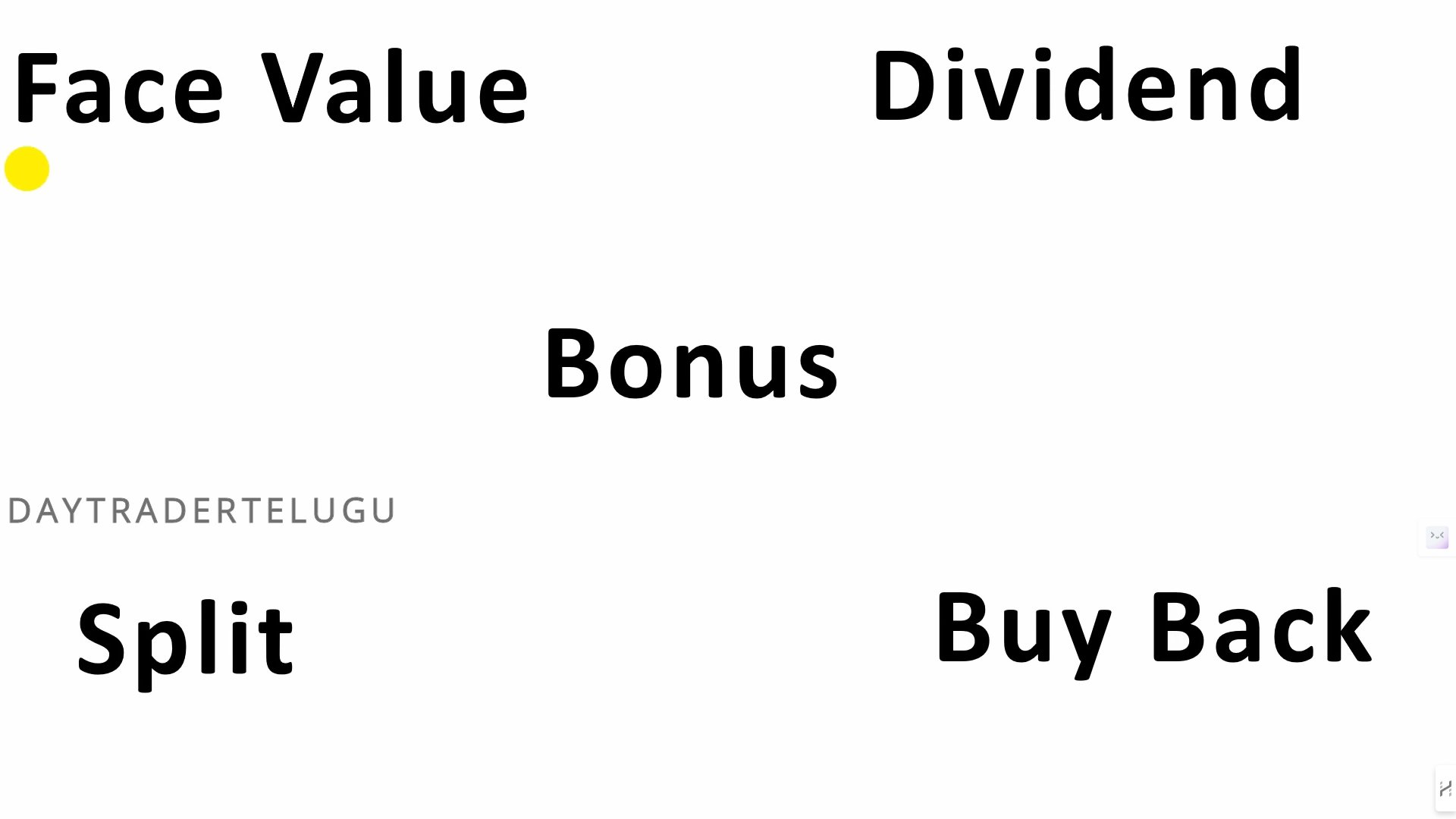
07/11/24







- Money can be invested in many ways. But, what you choose to invest is important.

- Face Value is the Value the Share Price actually holding.

- dividend value always will be reference to face value.

If it provides a dividend of 560%, its face value is 10 Rs, and the current stock price is 760, let's say, then the dividend will be 56 Rs only.

- Split: Divide the stock face value and increase the stock count.

Bonus: The ratio is 1:2, which means that if you have 200 shares, you will get 100 extra shares. However, the value of each share will decrease, but the total amount will not change.

Buy Back: params have to see: the issue size – how much they wanted.

Dividend :

Giving profits to shareholders is compulsory?

Not actually, it can be used to expand, new venture or clear debts

A company can give the dividends in losses also.

Why? Has to give ?

If dividends is provided => then there is chance of assuming it is growing but not 100%.

Dividend should calculate acc to face value.

Dividend yield is the total percentage of dividend to the current value.

Types :

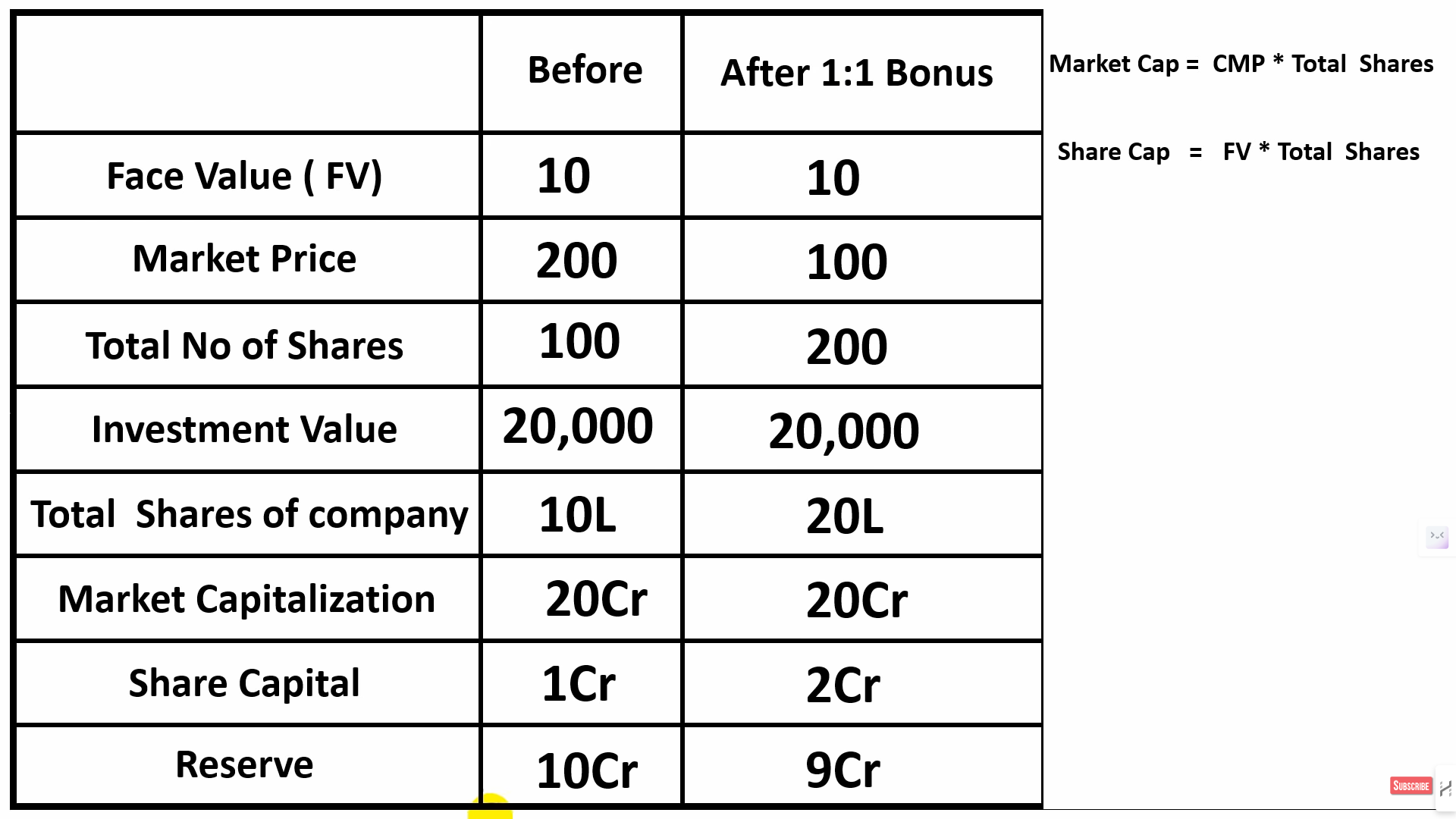
1. Final Dividend - at the ending of FY.
2. Interim dividend - in between the FY.
3. Special Dividend – On Special Occasion.

Important Dates :

1. Announcement Date – Date announced
2. Ex-dividend Date – stocks must be Buyed before this to get benefits.
3. Record Date - Stocks must be there on this time.
4. Payout Date – the date money credited.

Bonus :

A : B => b is no of stocks you hold A => No of Stocks they will give.



CMP = Current Market Price

FV = Face Value

By Giving Bonus shares Capital will change.

A bonus is also a dividend, but it is also a stock dividend.

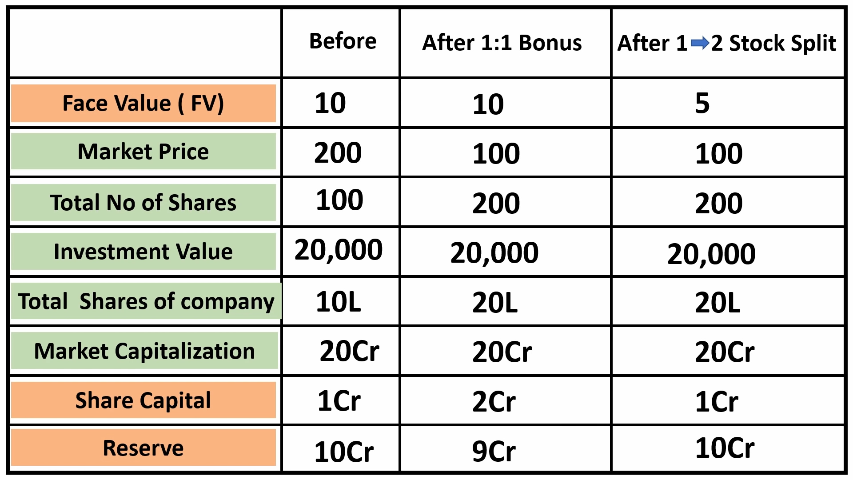
Why? What is the benefit for the company?

1. Because retailers won’t invest in large shares.
2. Liquidity is difficult. No one will Buy due to high price.
3. Equity will increase – benefit

Split :

If price is more then it will use split to reduce the stock price. To increase retail participation.

Dividing the current market price (CMP) with the same value used for face value division.



BuyBack :

Company shares will be given in: IPO, FPO, and RIGHTS.

Buyback is taking shares from the public/investors.

Uses for the company :

1. When the share falls due to some reason. When buyback is announced stock fall will stop.
2. Out Standing shares will decrease, So demand will increase. Share price will increase.