

Speed of Adjustment and Macro Economic Growth

Hafezali Iqbal-Hussain, Mohd Farid Shamsudin, Muhammad Asyraf Hashim, Milad Abdelnabi Salem, Kamisan Bin Gadar, Azlan Ali, Ahmad Monir Abdullah

Abstract

In this paper, we estimate the speed of adjustment for firm level data. We introduce an extrinsic limitation to the model to test the impact on rate of adjustment. We find that extrinsic limitations have a significant impact on rate of adjustment. © 2017 American Scientific Publishers. All rights reserved

Author keywords

Capital structure, Macro-Economic factors, Speed of adjustment

DOI: 10.1166/asl.2017.7614