

# [Determinants of capital structure in developing countries](https://assignbuster.com/determinants-of-capital-structure-in-developing-countries/)

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TABLE I. Country Factors The total debt ratio is defined as total liabilities divided by total liabilities plusnet worth. The long-term book debt ratio is defined as total liabilities minus current liabilities divided by total liabilities minus current liabilities plus net worth. The long-term market debt ratio is defined as total liabilities divided by total liabilities plus equity market value. The asset tangibility is measured by total assets less current assets divided by total assets; return on assets is defined as earnings before tax divided by total assets; business risk is measured as the standard deviation of the return on assets; market-to-book ratio is the market value of equity divided by the book value of equity.   
Nigeria   
South Africa   
Egypt   
Algeria   
Morocco   
Total liabilities   
9. 132B   
Net worth   
338. 1B   
Current liabilities   
52. 6M   
Equity market value   
5. 99B   
Total assets   
52. 6M   
Current assets   
580M   
Standard Deviation of the return on assets   
0. 28711   
Market value of equity   
$86. 35B   
Book value of equity   
$143. 9B