

**CORPORATE GOVERNANCE, RISK MANAGEMENT AND FINANCIAL
PERFORMANCE OF LISTED DEPOSIT MONEY BANKS IN NIGERIA**

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BY

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**A DISSERTATION SUBMITTED TO THE SCHOOL OF POSTGRADUATE
STUDIES IN PARTIAL FULFILLMENT OF THE REQUIREMENTS FOR THE
AWARD OF MASTER OF SCIENCE (M.Sc.) DEGREE IN ACCOUNTING IN THE
DEPARTMENT OF ACCOUNTING, COLLEGE OF MANAGEMENT AND SOCIAL
SCIENCE, COVENANT UNIVERSITY.**

ACCEPTANCE

This is to attest that this dissertation is accepted in partial fulfillment of the requirement for the award of the degree of Masters of Science in Accounting in the Department of Accounting, College of Management and Social Science, Covenant University, Ota, Nigeria.

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DECLARATION

I, **KAFIDIPE ABIOLA (18PAA01723)** declares that this research was carried out by me under the supervision of Prof. Uwuigbe Uwalomwa of the Department of Accounting, College of Management and social Science, Ota, Nigeria. I attest that the dissertation has not been presented either wholly or partially for the award of any degree elsewhere. All Sources of data and scholarly information used in this dissertation are duly acknowledged.

KAFIDIPE ABIOLA

Signature and Dates

CERTIFICATION

We Certify that this dissertation titled “ **CORPORATE GOVERNANCE, RISK MANAGEMENT AND FINANCIAL PERORMANCE OF LISTED DEPOSIT MONEY BANKS IN NIGERIA** is an original research work carried out by KAFIDIPE ABIOLA (18PAA01723) in the Department of Accounting, College of Management and Social Science, Ota, Ogun State, Nigeria under the supervision of Prof. Uwuigbe Uwalomwa . We have examined and found this work acceptable as part of the requirement for the award of Master of Science.

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DEDICATION

This study is dedicated to the Trinity (God the Father, God the Son and God the Holy Spirit) who has given me the strength, grace, wisdom and inspiration for the successful completion of this study. To God be all the glory. This study is also dedicated to the benefit of Humanity.

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TABLE OF CONTENTS

DECLARATION	i
CERTIFICATION	iii
DEDICATION	iv
ACKNOWLEDGEMENTS	v
List of Figures	xiii
List of Tables.....	xiv
ABSTRACT	xv
CHAPTER ONE: INTRODUCTION.....	1
1.1 Background to the Study	1
1.2 Statement of Research Problem	3
1.3 Objective of the Study.....	4
1.4 Research Questions	4
1.5 Research Hypotheses.....	4
1.6 Significance of the Study	5
1.7 Scope of the Study.....	6
1.8 Operational Definition of terms.	7
CHAPTER TWO	7
LITERATURE REVIEW	7
2.1 Introduction	7
2.2 Conceptual Review	7
2.2.1. Conceptual Definition of Corporate Governance.....	7
2.2.2. Historical Overview of Corporate Governance	9
2.2.3. Corporate Governance and Banks	10
2.2.4. Elements of Corporate Governance in Banks.....	13
2.2.4.1 Regulation and Supervision as Elements of Corporate Governance in Banks.....	14
2.2.5. Corporate Governance Mechanisms.....	17
2.2.5.1 Shareholders	17
2.2.5.2. Debt Holders	18
2.2.6. Linkage between Corporate Governance and Firm Performance	20

2.2.7. The Role of Internal Corporate Governance Mechanisms in Organisational Performance	21
2.2.7.1 Role of Auditor	21
2.2.7.2. Role of Board of Directors' Composition	22
2.2.7.3. Role of Chief Executive Officer.....	22
2.2.7.4. The Role of Board Size	23
2.2.7.5 Role of CEO Duality	24
2.2.7.6. Role of Managers	24
2.2.8. Concept of Financial Performance.....	24
2.2.8.1. Bank Profitability	25
2.2.9. Definition of Risk Management.....	26
2.2.9.1. Cash Management	27
2.2.9.2.Importance of Cash Management	27
2.2.9.3 .Liquidity	27
2.2.9.4. Non-performing loan.....	28
2.2.9.5. Gearing Ratio	30
2.2.9.5 .Importance of gearing ratio	31
2.2.9.6. Return on asset	32
2.3 Theoretical Review	33
2.3.1 Anticipated Income Theory.....	33
2.3.2 Shiftability Theory	33
2.3.3. Liability Management Theory.....	34
2.4. Empirical Review.....	34
2.5 Gaps in Literature	42
CHAPTER THREE	46
METHODOLOGY	46
3.0 Introduction.....	46
3.1 Research Design.....	46
3.2 Population of the study	46
3.3 Sample Size and Sample Technique	47
3.4 Sources of Data	47
3.5 Data Analysis procedure and instrument	48
3.6 Measurement of Variables	48

3.6.1 Dependent Variable (Firm Performance)	48
3.6.2 Independent variable	49
3.6.2.1 Corporate Governance Indicators.....	49
3.6.2.2 Risk Management Indicators.....	50
3.7 Model Specification	50
3.8. Method of Data Analysis.....	52
 CHAPTER FOUR.....	 55
DATA PRESENTATION AND ANALYSIS	55
4.1.1 Descriptive Summary	55
4.1.3 Correlation Analysis.....	58
4.2 Estimation Strategy	60
4.2.1 Empirical Findings	61
CHAPTER FIVE	70
DISCUSSION OF RESULTS	70
5.1 Discussion of Result from Hypothesis One	70
5.2 Discussion of Result from Hypothesis Two.....	72
5.3 Limitation of the Study.	72
 CHAPTER SIX.....	 74
SUMMARY OF FINDINGS, CONCLUSION AND RECOMMENDATION	74
6.1 Introduction	74
6.2 Summary	74
6.3 Research Findings	74
6.4 Conclusion.....	75
6.5 Recommendations	76
6.6 Suggestions for Further Studies	76
REFERENCES.....	78

LIST OF FIGURES

Figure 1: The Mechanisms of Corporate Governance by Outsiders.....19

Figure 2: The Mechanisms of Corporate Governance by Insiders.....20

List of Tables

Table 1: Summary of Empirical Tables.....43

Table 2: Descriptive Statistics of Variable.....52

Table 3: Descriptive Summary.....53

Table 4: Classification of Correlation Coefficient.....59

Table 5: Correlation Matrix.....59

Table 6: Corporate governance, enterprise risk management and Tobin's q.....61

Table 7: Corporate governance, enterprise risk management & Return on Asset.....64

Table 8: Corporate governance, enterprise risk management & Return on Equity.....66

ABSTRACT

The study highlights the relationship between corporate governance, risk management and financial performance of listed deposit money banks in Nigeria from the year 2013 to 2018. Corporate governance & risk control in deposit money banks are two major operational problems within commercial banks and information on them in Nigeria has been hoarded to a great extent. However, the efficiency and effectiveness of good corporate governance should not be sacrificed by commercial banks for the success of operations, sustainability & profitability. In the determination of the level of indicators of corporate-governance & risk management indicators, the data was extracted using the content analysis method of the selected Nigeria banks. This research then adopts panel-data in the of it relations to corporate-governance; risk management & performance of financial listed deposit money banks (DBM) using time-series & cross-sectional estimators. It is vital to note in the study analytical finding of the measurement of corporate governance, the result shows a negative but a significant impact on banks in Nigerian financial-performance. It is apparent that a corporate-governance system that is sound increases the profitability of loans as well as the stability of banks. Furthermore, the study finds that board size, board independence, directors' shareholdings and board meetings are negative while the coefficient number of board committee is positive on Tobin q. It, therefore, means that there exists between the corporate governance a significant relationship with financial performance. Shareholders, board meetings & members of the board does have negative relationship to performance. In contrast, the coefficient for the number of board sizes, board independence & board committees are positive on ROE- Return on Equity. This shows that any increase in shareholding of directors, the directors of the board and board of directors would result in decreased ROE of deposit money banks (DMB) in the economy of Nigeria. This research then recommends Proper corporate risk management practices should be encouraged with financial institutions carrying out frequent quality control checks to ensure compliance and Controlling several board members would help boost performance since a larger board size causes a negative effect when making an effective decision, thus affecting the firm performance. Therefore, smaller board size is much more effective as well as preferred.

Keywords: Corporate Governance Indicator, Risk Management Indicators, Principal Component Analysis, Financial Performance