

## **CHAPTER V**

### **CONCLUSSION, SUGGESTIONS, AND LIMITATIONS**

#### **A. Conclusion**

This research is investigating the effect of intellectual capital on financial performance and firm value. The samples used are banking companies in Indonesia, Malaysia, Philippines, and Thailand from 2015 until 2017. Independent variable in this research is intellectual capital that is measured with VAIC (Value Added Intellectual Capital). The dependent variable are the firm value that is measured by Market to Book (M/B) and the risk of financial distress that is measured with the Z-Score Index.

The result of the research shows that:

1. Intellectual Capital positively influences firm value in banking companies in Indonesia and negatively influences firm value in Thailand, but it does not influences firm value in banking companies in Malaysia, and Philippines.
2. Intellectual Capital negatively influences on risk of financial distress banking companies in Thailand and positively influences on risk of financial distress banking companies in Malaysia, but it does not influence on the risk of financial distress banking companies in Indonesia and Philippines.

## **B. Suggestions**

Based on the results of this study there are several suggestions that can be given for similar research in the future as follows:

1. Future research can add up the other variables that are thought to have an influence on firm value and risk of financial distress.
2. Future research can add up the control variable such as profitability and leverage to measure the influence on firm value and risk of financial distress.
3. Future research can add up the number of samples to be broader by adding the period of the study year and the company sector like all companies listed on the stock exchange in several other ASEAN Countries through comparative study.
4. Use other measurements for the independent and/or dependent variable.

## **C. Limitations**

In this study the researcher has several limitations that can be corrected by further research, these limitations are as follows:

1. The independent variable used in this study is only one variable that is Intellectual Capital.
2. Researcher only examined four countries in ASEAN countries, they are Indonesia, Malaysia, Philippines, and Thailand.