

**DEPARTMENT OF EDUCATION AND TRAINING
THE UNIVERSITY OF DANANG**

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**FINANCIAL STRUCTURE OF
TEXTILE GARMENT ENTERPRISES
IN THE CENTRAL REGION IN THE
INTEGRATION PROCESS**

**SPECIALIZE : INDUSTRIAL ECONOMY
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PREAMBLE

1 . The Urgency of thesis

During the integration process, Textile industry is gradually becoming a major industry of the country. The development of the textile sector, a key sector of the national economy as a strategic goal for long. However, a small barrier did not directly affect the implementation of the strategy to become a key economic sector, which is the financial structure of the textile enterprises is inadequate.

At Central, Textile also proved superior to the other industries, but due to the financial structure of every business enterprise inadequate led business performance textile sector, the Central also reaches humble.

For structured finance sector in general has been much study authors, but so far the financial structure of the textile industry in Central still left lane. This is the fundamental reason for the author to choose the topic "Financial Structure of Textile enterprises in the central region of the integration process" to implement doctoral thesis aims to contribute to the industry Textiles Central unfortunately become a key economic sectors of the country.

By studying the financial structure we can evaluate the potential business performance as well as the financial risk of the business. So we can offer a safe method of funding and efficiency for development in the future.

The analysis of the financial structure has a very important role not only for the work of financial management in each business but also crucial for external business partners.

To address the subject, research students should answer some questions:

- + Financial structure of the textile enterprises have unique Central anything?
- + What factors affect the financial structure of the textile enterprises in Central?
- + Financial structure of the textile enterprises in Central correlate how the factors influencing it?
- + The use of indicators to measure the financial structure financial structure of the textile enterprises in Central?
- + To be able to integrate into the world economy, the central textile choose behaviors that focus on investing in development or production chain should only invest each stage businesses that promote excellence and traditional business?
- + For each behavior, the financial structure is correlated with how these factors influence?

Replies good and definitely the questions above, will contribute significantly to the textile quickly become central key economic sectors of the country in the integration process.

2. Objectives of the study

On the basis of applying the theory of financial structure has been the subject precedes the study, combined with the actual data on the financial situation of the textile enterprises central thesis aims to addressing the following issues:

- The system of reasoning about the financial structure and the factors affecting corporate financial structure based on the combination of theory and practice.
- Assessment of the status of financial structure of textile enterprises Central.

- Identify the factors that affect the financial structure of the textile enterprises in Central.
- Set the function correlation between financial structure of the textile enterprises central to influencing factors, creating a new direction for the design of structured finance in the central textile business.
- Proposed policy implications for the textile enterprises based Central correlation function has been set.

3 . Subjects and scope of research

Audience research: This research focuses on the study of the financial structure of the textile enterprises in Central and factors affecting the financial structure of the business.

Scope of the Study: The study is an enterprise businesses operating in the Central province by the end of 2012. This is the time now operating continuously from 2007 to the present through which the author conditional recognition tends financial structure of the textile enterprises in Central.

4 . Research Methodology

- + To achieve the research objectives, subjects using the system in order to systemize the theoretical as well as empirical research ahead to determine the theoretical framework of structured finance and personnel factors affecting the financial structure.
- + Using a qualitative methodology to evaluate the expression of the general financial structure textile enterprises Central.
- + Using empirical analysis method to find out the financial model structure appropriate for the textile business in Central-by firm size and each stage of production and business under the impact of the factors influencing . Specifically include the following steps:

- (i) Conduct in-depth interviews to gauge the sentiment of businesses in the face of the urgent need to mobilize capital for production and business. Understanding the response of banks to deal Overdue.
- (ii) Next is the actual survey, collect and process statistics. Create data files needed for the study of factors affecting the financial structure of the textile enterprises in Central.
- (iii) Using descriptive statistics and statistical analysis to analyze the actual business of textile industry in Central and financial structure of the enterprise before the impact of the factors influencing which topics were identified in the previous step.
- (iv) Finally, subjects using regression models for panel data processing and analysis of data to answer the research questions posed.

5. The Contributions topic

- System and additional analysis of the theoretical basis of the structure of corporate finance.
- Describe the current situation on the financial structure of the textile industry in Central and the impact of each factor actually affect the financial structure of this business.
- Analyze the characteristics Vietnam textile technology in relation to integration trends and the impact of its financial structure textile enterprises Central.
- Establish model of factors affecting the financial structure of the textile industry under the criteria central enterprise scale and production stages criteria textile industry.
- Proposed policy implications for orientation and support for the textile enterprises in Central choosing appropriate financial structure

and in accordance with the scale of production and business processes of the textile industry.

6. Structural thesis content

Besides the introduction and conclusion, the main content of the thesis is structured into 5 chapters:

Chapter 1: Rationale for corporate financial structure

Chapter 2: Design Research

Chapter 3: Financial structure of textile enterprises in Central

Chapter 4: Research the financial structure of the textile enterprises in Central and factors affecting

Chapter 5: Policy Implications of the financial structure of the textile industry in Central

7. Observe synthesis of research literature

To implement the project, the authors explore the research literature on domestic and international financial architecture theory, the influencing factors and empirical research to go ahead but only put in 27 thesis document have cited. Each authors are research methods and the research hypothesis is not entirely the same, but the study had similar general conclusions about the different factors affecting the financial structure of the business. Some typical in the study were:

- Author Doan Ngoc Anh Phi (2010), "Factors affecting the financial structure and financial performance: Approach path analysis method" has analyzed the factors affecting the financial structure and the financial performance of the business.
- The author Zhang Dong Loc and Vo Thi Kieu Trang (2008), "Factors affecting the capital structure of the company shares listed on the stock market in Vietnam."

- The author Antoniou, Antonios, Yilmaz Guney, Krishan Paudyal (2002), "Determinants of corporate Capital structure: Evidence from European Countries" has studied the factors affecting the financial structure of the Group of the European block on the basis of surveys and data analysis companies France, England, Germany.
- The author Bevan, Alan A, Jo Danbolt (2000), "Capital structure and its Determinants in the United Kingdom: A Decompositional Analysis" [6] was used regression methods to analyze the structure of over 800 capital companies in the UK.
- Buferna, Bangassa F., F. and Hodgkinson, L (2008) conducted a study on the financial structure of the company has also focused on Libya four main factors: growth rate; The proportion of tangible fixed assets; Profitability; The size of the business.
- Meanwhile, Chen, J. And Stranger, R. (2005) from the study of the companies listed on the stock market of China shows that profitability has significant influence and inversely related financial structure. But the scale factors and business risks related to the same direction as the financial structure. On the other hand, non-tax factors affecting financial structure.
- Huang, G.H. Samuel, Frank Song. M (2002), "The Capital Structure of the Determinants: Evidence from China" has collected and studied accounting data and market data of more than 1,000 Chinese companies listed on the stock market.
- In my research Huat, T.Y. (2008) have shown that the impact of financial leverage float of Malaysian companies in the period from November to April 7/2007 7/1999 due to the impact by four factors: profitability, firm size, liquidity and growth opportunities.

- Through the study of Mazha, A. and Nasr, M (2010) said that the proportion of tangible fixed assets, profitability and ROA inversely related to the debt of the business.
- Tran Dinh Khoi Nguyen author (2006) studied the small and medium enterprises from 1999 to 2001, "The Determinants of Capital Structure of Small and Medium sized Firms in Vietnam."
- In a study of two authors Huang and Song from 1994-2000 in China have concluded that leverage increases with the size of the company, asset structure, risk and equity.
- From the survey results of Raghuram G.Rajan, Luigi Zingales (1994), research on the scope of the G7 countries (US, Japan, Germany, France, Italy, UK and Canada) to study the relationship between leverage the company's size, profitability, tangible fixed assets and growth opportunities made a positive correlation between positive leverage scale and tangible assets, reverse to leverage the reverse relationship with profitability and growth.
- Salwani, A. Mahmood, W.M. and Samah, ARA (2007) studied companies in the field of real estate market in Malaysia with the independent variable is the asset structure, firm size, growth, profitability and interest interest.
- Yu Wen, Kami Rwegasira and Jan Bilderbeek (2002), "Corporate Governance and Capital Structure Decisions of the Chinese Listed Firms", to study the relationship between financial structure of the company in China with management practices executive Board of Directors of the company.

By studying these studies can see the gaps and research directions are left unresolved:

- + The scope of the study: Although the study has a wide range, but the research does not have to pay attention to the textile sector, particularly Vietnam and Central Textiles.
- + On the subject of research: Most authors focus on the object of study is a joint stock company listed on the stock market. Besides, the study by Tran Dinh Khoi Nguyen has slightly different audience is small and medium enterprises in Vietnam in 1999-2001.
- + About the research data: Except for a research project of the authors Zhang Dong Loc and Vo Thi Kieu Trang was done in 2008, the studies were carried out before 2007. This is a milestone that conclusion project wants to approach and study. However, research sources of the authors can not be extended to 2007.

Therefore, the author has driven additional research to support the textile industry in the central building appropriate financial structure relative to the influencing factors.

Research topics only enterprises operating in the province Central time continuous operation from 2007 to 2012.

Chapter 1

PLATFORM RESEARCH ON

STRUCTURE OF CORPORATE FINANCE

1.1. Financial structure of the business

1.1.1. The concept of business

1.1.2. The concept of the financial structure of the business

"Financial structure refers structure between debt and equity of the enterprise. The capital structure indicates the structure of long-term capital (common stock, preferred stock, long-term bonds and medium-term loans and long-term debt)"

1.1.3. The indicators measure the financial structure of the business

1.1.4 . The relationship between financial structure now

Enterprise value at a time is expressed through the following formula : Value = Total corporate assets - total liabilities

1.2 . The theory of financial structure of the business

1.2.1 . Assuming the initial research

1.2.2 . Model " Tax MM " and the impact of company income tax

In 1963 Modigliani and Miller continued to put out a follow-up study to calculate the impact of corporate income tax. Two MM said that he considering income taxes, the company will use debt to increase the value of your business.

1.2.3 . The theory of financial bankruptcy costs

The financial bankruptcy including bankruptcy and bankruptcy. A fall in business bankruptcy costs are incurred significant behavior (Myers,1984) to maintain customers, suppliers and employees. The idea of bankrupt financial theory leads to "balance " the financial structure, can be summarized through the following model.

1.2.4 . Theory representation costs

Besides the above arguments, a theory that is also theoretical research agency costs. Jeshen and Meckling (1976) suggested that an optimal capital structure can be achieved by balancing costs with benefits represented by the use of debt.

1.2.5 . The theory of asymmetric information

Information asymmetry has an important influence on the capital structure of the business. Accordingly, the theory of capital structure forming two schools:

Signaling theory and pecking order theory Thus, Myers and Majluf (1984) that will not be an optimal financial structure for the business.

1.2.6 . Life-cycle theory

The nascent businesses are primarily based on original sources because the owner does not have a reputation in the market to guarantee the loan. Then, the existence and sustainable development will create opportunities for businesses to access loans are mainly short –term.

1.3 . The basic factors affecting the financial structure of the business

1.3.1 . Asset Structure

Asset structure angle usually manifests itself in the type of collateral, the level of tangible assets in the business. It was found that a ratio of tangible assets will have higher debt ratios high.

1.3.2 . Tax policy

According to the study, the corporate income tax has the same dimensions and relations greatly affect the financial structure. The higher tax debt and strengthen the back.

1.3.3 . scale

+ According to the first view: Scale factor effect is opposite to the debt .

+ Second look way : Debt ratio scale and relationship positively.

1.3.4 . Business risks

Factor "business risk" depends on the following factors: changes in demand, the decline in output, the rising price of raw materials and inputs; The combination of these factors output prices and input prices.

1.3.5 . Growth opportunities

The researchers said that the business has high growth opportunities are less likely to use debt. So if businesses are high growth opportunities should use less debt.

1.3.6 . Profitability

Enterprises have high profitability should also be noted that: "Profitability has relationships the same way with the debt structure and high debt ratios should as this will contribute to increased caution in financial decisions".

1.3.7 . industry

Some studies show that financial structure between the very different industries. Most businesses have debt ratio debt ratio revolve around the industry average.

1.3.8 . Liquidity

Liquidity of the corporate financial capacity to meet the demand for payment of current liabilities for individuals and organizations to provide credit to businesses.

1.3.9 . The other factor

Conclusion Chapter 1

Chapter 2 RESEARCH DESIGN

2.1 . Summary of some previous studies methods for structured finance

2.1.1 . A number of research methods in water

Much of the research on the financial structure in Vietnam before use and apply data cross- regression model based on the principle of multiple least-squares (OLS) to build the relationship between the dependent variable and the independent variables.

This method has high reliability and is more applied research: Author Tran Dinh Khoi Nguyen (2006) have studied the factors that affect the capital structure of financing of small and medium enterprises in Vietnam in the period period 1998-2001. Author Page 2010 gave his research to the factors affecting the capital structure of small and medium enterprises in the city of Da Nang.

In addition to the variable selection method Enter, a number of other research methods using phased in (Forward Selection), phasing (Backward elimination) and stepwise regression (stepwise regression). Author Nguyen Thi Ha in 2007 Backward elimination methods used to study the financial structure of the textile enterprises in Da Nang. Author Diem Trang (2007) used a regression method Forward to the factors affecting the capital structure of the Da Nang seafood business. Author Son (2008) studied the factors affecting the capital structure of listed companies on the stock market in Vietnam.

2.1.2 . A number of research methods in the world

Buferna, F. Bangassa, F. and Hodgkinson, L (2008) conducted a study on the financial structure of the company Libia. Salwani, A. Mahmood, W.M. and Samah, ARA (2007) studied the company in the field of real estate market in Malaysia. Author Mazha, A. and Nasr, M (2010) said that the proportion of tangible fixed assets, profitability and ROA inversely related to the ratio of corporate debt. Huat, T.Y. (2008) have shown that the impact of floating financial leverage of the company in Malaysia between 7/ 1999 and 7/ 2007 was due influenced by four factors: profitability, firm size, liquidity and growth opportunities.

Raghuram G.Rajan, Luigi Zingales (1994) study of the G7 countries (U.S, Japan, Germany, France, Italy, UK and Canada) to

study the relationship between leverage the company's scale, ability profitability, tangible fixed assets and growth opportunities have come up positive correlation between leverage positively with the size and tangible assets, in contrast to leverage relationships negatively with profitability and growth.

2.2. The current research model

2.2.1. Fixed effects model (FEM)

2.2.2. Random effects model (REM)

2.2.3. Model analysis of the factors that decide the financial structure of the G7 countries and L. Zingales RGRajan (1995)

We applied the model analysis of factors determining the financial structure of the G7 countries and L.Zingales Rajan (1995) as follows:

$$Y_i = \alpha + \beta_1 X_{1i} + \beta_2 X_{2i} + \beta_3 X_{3i} + \beta_4 X_{4i} + \varepsilon_i$$

Among them:

Y_i: The debt ratio of the ith enterprise; X_{1i}: tangible assets ratio

X_{2i}: Percentage of market value over book; X_{3i}: logarithm of sales - represents the scale of the enterprise; X_{4i}: Return on assets - represents the profitability of enterprises ith; ε_i : Random error

2.3 . Design of thesis research

2.3.1. Research Framework

2.3.2. Data sources and the basic norms

For factual basis of the financial structure of the textile enterprises in Central, this thesis was to collect and process data in accordance with the following principles:

+ Source of the original primary data collected from the General Statistics Office of Vietnam. Data collected from businesses operating on the central provinces in each year.

- + Time: 31 / 12/2007 to 31/12/2012
 - + The sort analysis and calculations to determine the basic criteria and financial criteria. The basic criteria are:
 - . The number of textile enterprises and classified by statistical Scale capital; Structure of Liabilities /Total assets; Margin /Total assets.
 - + These indicators measure the financial structure includes:Liabilities margin /Total equity; Margin /equity; Margin /Total Assets.
- Prices apply to determine the financial indicators are " price book " under the provisions of the current accounting regime.

2.3.3 . Research Process

- + Analysis of generalized structured financial situation and profitability of the textile enterprises in the central province from 31/12 / 2007 - 31/12/2012.

In the opinion of the author, to assess the quality and effectiveness of the business, the business analyst target margin is considered essential problem.

Key indicators for our basis of comparison with the cost of funds and selection of mobilized capital in businesses.

Since then, the structure of financial liabilities ratio between equity and reasonable.

- + Using the data of textile enterprises have been selected sample to analyze the relationship between the rules of corporate profits at a rate liabilities / equity at the central textile business.
- + Research discovered the large and influential factors determining the financial structure of the textile enterprises especially in the central integration period from 2007 to the present.
- + Analysis of textile enterprises under the central stage in the process of fully operational textile industry.

- + Research financial structure of the enterprise Central textiles scale.
- + Research financial structure of the enterprise Central textiles structured assets.
- + Research financial structure of the textile enterprises under central business efficiency.
- + Research financial structure of the textile enterprises under central production stages of the textile industry.

2.3.4. Study the impact of restructuring policies to business financial structure of the textile enterprises in Central

2.3.4.1. Viewpoint restructuring State-owned enterprises

2.3.4.2. The objective of restructuring State-owned enterprises

2.3.5. Identify factors affecting suggested financial structure textile enterprises in Central

2.3.5.1. Selection factors and assumptions studied by qualitative methods

The theme is based on the qualitative research and the following facilities:

- The theory of financial structure of the world economy and in experimental studies and published abroad.
- Status of the financial structure of the textile enterprises in Central and economic characteristics of the technical textile industry in Vietnam.

These factors were selected as the factors that significantly influence the structure of financial reality of central textile business.

- The new concept of structured finance.

2.3.5.2. Measurement factors influence

Table 2.1 - Table measure the factors that influence financial structure

No	Factor	Method of measurement
1	Financial structure	Debt = D/E
2	Asset Structure	Long-term assets / total assets
3	Tax policy	Corporate income tax rate
4	Scale Enterprises	Equity
5	Business risks	Coefficient of variation ROA
6	Growth	Growth of assets
7	Operating Efficiency	ROA ratio
8	Characteristics of the industry	ROE
9	Liquidity	Profit / Revenue

2.3.6. Proposed functions of thesis research performed relationship between financial structure with the factors affecting

Thesis selected multiple regression model based on linear least-squares principle with the help of SPSS software to study the factors that affect the financial structure of the textile enterprises in Central, in generalized as follows:

$$LnY_i = b_0 + b_1 LnX_1 + b_2 LnX_2 + \dots + b_n LnX_n + e$$

Among them: LnX1; LnX2; Is the independent variable ... LnXn model. LnY is the dependent variable; coefficient β_0 is free; β_1 ; β_2 ; ... B_n is necessary to determine the parameters of the model; e is the error of the model

Conclusion Chapter 2

Chapter 3

FINANCIAL STRUCTURE OF

TEXTILE TA ENTERPRISE CENTRAL REGION

3.1 Overview of the Vietnam Textile and Garment activities

3.1.1. Historical development of Vietnam's garment industry

3.1.2. Achievement Vietnam textile and garment industry in the process of WTO accession

3.1.3. Trend of the competitive world market and challenges for Vietnam's garment industry

3.2. Difficulties in the export of textiles Vietnam

3.3. Overview of the business and production activities in Central Textile industry from 2007 to present

3.3.1. An overview of the scope and structure of the textile industry in South China after WTO accession to this

When gathering and initial processing of the data structure textile enterprises under central factor Liabilities / Equity (abbreviated as D/E), the thesis was based on the common, customary industry textile design 3 to limit coefficient NPT / equity are:

Group	Liabilities / Equity	Explanation
Group 1	HSNO < 1	Liabilities < Equity
Group 2	$1 \leq HSNO < 1,5$	$Equity \leq Liabilities < 1,5$ Equity
Group 3	$HSNO \geq 1,5$	$Liabilities \geq 1,5$ Equity

Table 3.1 The number of textile enterprises throughout Central by ratio Liabilities / Equity to 01/01/NN

Year	Liabilities / Equity (D/E)								
	D/E < 1						D/E < 1		
	N ⁰	Augmented Major	proportion	N ⁰	Augmented Major	proportion	N ⁰	Augmented Major	proportion
B	2	3	4	5	6	7	8	9	10
2008	161		63,14	26		10,20	68		26,67
2009	233	44,72	69,35	18	-30,77	5,36	85	25,00	25,30
2010	234	0,43	59,54	27	50,00	6,87	132	55,29	33,59
2011	245	4,70	59,04	44	62,96	10,60	126	-4,55	30,36
2012	349	42,45	66,22	51	15,91	9,68	127	0,79	24,10

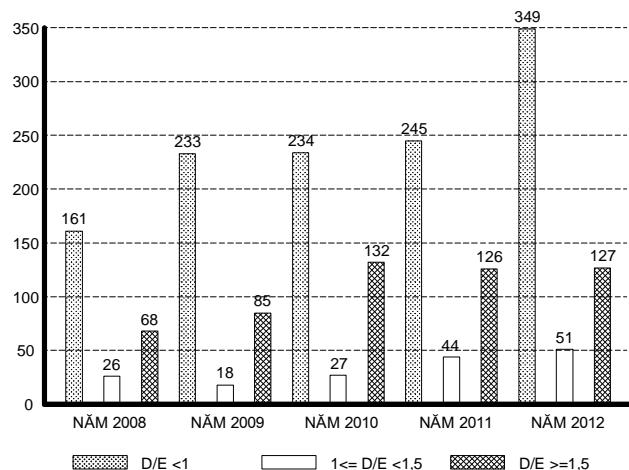


Figure 3.1 The structure of textile enterprises throughout Central division by a factor of D/E

3.3.2. Analysis of the structure and growth trend of the textile industry in Central from 2007 to the present stage

Trend of the basic scale textile enterprises is increasingly central focus more on the enterprise scale and large capital.

- * Is scaling up the material to increase the autonomy of operations or ODM export FOB, EDM.
- * The provinces tend to innovate, improve technology to advance the implementation of all stages of the textile value chain from fiber - fabric production - apparel.
- * The number of textile enterprises is increasing. Activities of each business are focused on enhancing both quality and quantity.

Conclusion Chapter 3

Chapter 4

RESEARCH AND FINANCIAL STRUCTURE BUSINESS OF TEXTILES IN CENTRAL REGION AND FACTORS AFFECTING

4.1. Factors affecting the financial structure of the textile enterprises in Central

4.2. Overall study of factors affecting the financial structure of the textile enterprises in Central

4.2.1 . Implementation Process

Step 1 : Selection of factors affecting the financial structure of textile enterprises in Central

Step 2 : Handling data from the primary data set initially

Step 3 : Coding variables

Step 4 : Check the data before entering into SPSS software

Step 5 : Run the software

Step 6 : Correlation analysis between variables

Step 7 : Testing and conclusions about the relationship between the ratio of liabilities to the factors influencing studied

4.2.2. Encryption turns the primary factors affecting

4.2.3. Research assumptions and empirical dimension of the factors affecting the initial

Table 4.2 Coding financial structure variables and the factors influencing

Factors affecting	Variable coding	
	How to measure	Variable coding
Scale Enterprises	Equity	LnX ₁
Asset Structure	Long-term assets / total assets	LnX ₂
Operating Efficiency	ROA ratio ROE ratio	LnX ₃ ;LnX ₄
Technical and economic characteristics	Profit / Revenue	LnX ₅
Corporate financial structure	Liabilities / Equity	LnY

4.3. Financial Results structured textile enterprises in Central applying SPSS software (see Appendix 16 ÷ 22)

4.3.1 Analysis of the model results

4.3.1.1 . Analysis of partial correlation coefficient r and single linear regression between HSNO and the factors influencing

4.3.1.2 . Analysis of multiple linear regression coefficients between HSNO and the factors influencing

With data from 01.01.2012 to 31.12.200, the results obtained from the SPSS software have close relationships with each other and significance between the dependent variable and the independent variables . In all of the research data set, R2 coefficients are achieved from : 0.789 ÷ 0.991 and Sig . < 0.000 a. This shows that the linear regression model fit multiple data sets and can be used in this study and draw conclusions for the study .

4.3.2 . The model results with the HSNO correlation between factors affecting the textile division of the central business of scale (see Appendix)

Conclusion Chapter 4

Chapter 5

THE POLICY IMPLICATIONS OF FINANCIAL STRUCTURE FOR TEXTILE INDUSTRY CENTRAL

5.1 . User design the financial structure of the textile industry on the scale Central

Table 5.1. Model correlation between the debt ratio to the influencing factors according to firm size

Business	Model the correlation between the debt ratio to the influencing factors according to firm size
1. Small sized enterprises	$\ln Y = -4,204 + 0,384 \ln X_1 + 0,129 \ln X_2 - 1,478 \ln X_3 + 1,985 \ln X_4 - 0,571 \ln X_5$ (1)
2. Medium-sized enterprises	$\ln Y = -0,475 - 0,004 \ln X_1 - 0,049 \ln X_2 - 1,072 \ln X_3 + 1,279 \ln X_4 - 0,213 \ln X_5$ (2)
3. Large sized enterprises	$\ln Y = -2,275 + 0,178 \ln X_1 + 0,433 \ln X_2 - 1,157 \ln X_3 + 1,385 \ln X_4 - 0,240 \ln X_5$ (3)

5.1.1 . For small businesses

So managers should now use equation (1) to calculate the balance of the loan demand, by increasing equity and increase investment in the long-term asset. Structure that can bring pre-tax profit margin on net sales of around 5.2%, this rate is quite satisfactory for the textile enterprises are small Central.

5.1.2 . For medium-sized enterprises

Through data calculations can see the textile business central medium scale can apply equation (2) to develop appropriate capital structure and balance with the available resources for long-term assets, owners of capital in the direction of reducing the proportion of equity to increase ROE up and down as well as to increase the D/E.

To do this requires the active support of the policy of the local government level for the central textile business.

5.1.3 . For the Large Enterprise

According to equation (3), the textile business operations on a large scale central province needs to increase investment in long-term assets because the density factor for long-term assets / total assets is a factor enjoy the same direction to pay the debt / equity.

And the way to increase long-term accelerated dissipation of large textile enterprises is enhanced forms of corporate restructuring such as mergers, joint ventures and associates.

This is another step to help structural shift central textile industry can make the production process from the stage of a closed business Yarn - Textile - Apparel.

5.2 . User design the financial structure of the textile industry under the central processing stages of textile industry

Table 4.5-The performances of the debt relationship with the factors affecting the paragraphs under

Business	Model the correlation between the debt ratio to the factors affecting the paragraphs under
1. Yarn manufacturing enterprises	$\ln Y = -3,979 + 0,353 \ln X_1 + 0,553 \ln X_2 - 1,349 \ln X_3 + 1,393 \ln X_4 - 0,07 \ln X_5$ (4)
2. Textile enterprises	$\ln Y = -1,942 - 0,049 \ln X_1 - 0,450 \ln X_2 - 1,636 \ln X_3 + 1,806 \ln X_4 - 0,355 \ln X_5$ (5)
3. Garment enterprises	$\ln Y = -3,671 + 0,301 \ln X_1 + 0,101 \ln X_2 - 1,352 \ln X_3 + 1,803 \ln X_4 - 0,514 \ln X_5$ (6)
4. Textile-Garment Enterprises	$\ln Y = 1,134 - 0,041 \ln X_1 + 1,217 \ln X_2 - 0,524 \ln X_3 + 1,416 \ln X_4 - 0,801 \ln X_5$ (7)

5.2.1 . For fiber production enterprises

But this industry has many problems, but pre-tax profit margin / net sales to be better than the Textile segment (6.8%). While investment

in fiber industry, we can apply equation (4) to develop the capital structure and properties suitable for businesses.

5.2.2 . For textile enterprises

The enterprises in the textile and dyeing can apply equation (5) to rebuild capital structure for enterprises towards more reasonable. According to this model, the textile enterprises should balance between equipment investment by capital owners to invest in loans.

5.2.3 . For enterprises in the apparel segment

The garment enterprises can apply equation (6) to develop the capital structure. According to this model, the garment industry is very big pressure on raw materials and less investment in fixed assets.

5.2.4 . For businesses textile - garment

Capital structure of the textile business - unfortunately can apply equation (7). Overall textile enterprises - may have the ability to raise capital by borrowing more favorable than collateral and unsecured ability is also very high because of the reputation of the business can widely in the country and abroad.

Enhancing technological innovation towards modernization and industrialization.

5.3. The policy implications from the study of the financial structure of the textile industry in Central

5.3.1. Guide for businesses to invest according to stages of the textile industry in Central

5.3.2.1. Creating conditions for textile enterprises in the central area of small and medium scale development

5.3.2.2. Strengthening macro-management to promote innovation and technological equipment for textile enterprises in Central

Conclusion Chapter 5

CONCLUSION

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1 . Results achieved

- Gather the theory of financial structure of the business.
- To study the factors affecting impact the financial structure of the enterprise Central textiles.
- Develop a relationship between the HSNO factors affecting the financial structure of the enterprise Central textiles.
- Propose the policy implications for central textile industry in the design and construction of financial structure.

2 . Limitations

- The study sample data on financial statements from 2007-2012 should limit accurate results in certain degree.
- Thread of price on the market yet.
- Due to the data collection should be limited to research topics have not the financial structure of the business has had to scale according to the production stage of the textile industry in Central.

3 . User research and development after the completion of the subject

Will study the financial structure of the textile enterprises in terms of scale central coordinating with each stage of the production process of textile industry business.

CATALOGUE OF WORKS PUBLISHED AUTHOR

1. "Vietnam before shifting trends textile sector - Tendency of Vietnam in the Garment Sector Shifting"

The article in the Journal of Science and Technology - UD 04 (65) - 2013

2. "A research on the capital structure of Textile enterprises in central region in the current period"

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3. "The balance of the cost to make strategic business planning - Role of Balance of the contribution margin in making business strategy "

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