

BANKS' DISCLOSURE COMPLIANCE PRACTICES ON MSRS AND DETERMINANTS OF THE BANKS' COMPLIANCE

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ABSTRACT

Our study is intended (1) to understand banks' disclosure practices for mortgage servicing rights and (2) to examine whether banks' compliance with disclosure requirements is related to corporate governance, materiality, firm size and the external auditor. The results show there are significant deficiencies in compliance with the disclosure requirements. Also found is the degree of the banks' disclosure compliance is related marginally to corporate governance and strongly to materiality and bank size. However, it is not related to the external auditor's quality.

Keywords: Mortgage Servicing Rights; Disclosure Compliance

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