A STUDY ON THE FACTORS INFLUENCING PERFORMANCE OF
ISLAMIC REAL ESTATE INVESTMENT TRUST (REIT) IN MALAYSIA

NOORFARAHIN BINTI SEDEK

2015872736

BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

BANDARAYA MELAKA

JANUARY 2018
A STUDY ON THE FACTORS INFLUENCING PERFORMANCE OF ISLAMIC REAL ESTATE INVESTMENT TRUST (REIT) IN MALAYSIA

NOORFARAHIN BINTI SEDEK
2015872736

Submitted in Partial Fulfilment of the Requirement for the Bachelor of Business Administration with Honours (Finance)

FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
BANDARAYA MELAKA

JANUARY 2018
DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
“DECLARATION OF ORIGINAL WORK”

I, Noorfarahin binti Sedek (941031-01-6924)

Hereby, declare that:

● This work has not previously been accepted in substance for any degree, locally or overseas, and is not being concurrently submitted for this degree or any other degrees.
● This project-paper is the result of my independent work and investigation, except where otherwise stated.
● All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature: ______________________   Date: ________________
LETTER OF SUBMISSION

JANUARY 2018

Miss Nurhaslinda Binti Hashim
Bachelor of Business Administration (Hons) Finance
Faculty of Business Management
Kampus Bandaraya Melaka
Universiti Teknologi MARA Melaka
110 Off Jalan Hang Tuah
75300 Melaka Bandaraya Bersejarah

Dear Sir/Madam,
SUBMISSION OF FINAL PROJECT PAPER
Attached is the project paper title “FACTORS INFLUENCING PERFORMANCE OF ISLAMIC REAL ESTATE INVESTMENT TRUST (REIT) IN MALAYSIA” to fulfil the requirement needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank You.
Yours Sincerely,

_________________
NOORFARAHIN BINTI SEDEK
2015872736
Bachelor of Business Administration (Hons) Finance
ABSTRACT

This study examines the connection between Stock Market Price (KLCI), Inflation Rate (CPI), Interest Rate (INT), Gross Domestic Product (GDP) towards performance of Islamic REITs in Malaysia from year 2007 to 2016 for quarterly data. This study employs time series data with total of 40 observations. The data had been examined by using Ordinary Least Square (OLS), Descriptive analysis, Unit Root test, linear regression which consists of single linear regression and multiple linear regression as well as Diagnostic test in order to determine the existence of error terms in a data. The result shows that Stock Market Price, Inflation Rate and Gross Domestic Product are significant connection with performance of Islamic REITs. However, Interest Rate is not significant connection with performance of Islamic REITs.

Keywords: REITs, Islamic REITs, performance, Stock market price, Inflation Rate, Interest Rate, Gross Domestic Produ