A STUDY ON THE INFORMATION TRANSFER BETWEEN STOCK MARKET IN SOUTH ASIA

(THAILAND, MALAYSIA, PHILIPPINES)

MOHD RAQIB BIN ABU BAKAR

2007137393

BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
BANDARAYA MELAKA

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DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION
(HONS) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
BANDARAYA MELAKA

‘DECLARATION OF ORIGINAL WORK’

I, MOHD RAQIB BIN ABU BAKAR, (I/C Number : 850428-11-5601)

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, excepted 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

Date of submission

The Head of Program
Bachelor of Business Administration (Hons) Finance
Faculty of Business Management
University Teknologi MARA
72400 Bandaraya Melaka
Melaka

Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled “A STUDY ON THE INFORMATION TRANSFER BETWEEN STOCK MARKET IN SOUTH ASIA (THAILAND, MALAYSIA, PHILIPPINES)” to fulfil the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA

Thank you

Yours sincerely

MOHD RAQIB BIN ABU BAKAR
2007137393
Bachelor of Business Administration (Hons) Finance
ABSTRACT

The relationship between the stock markets of the developed countries has been examined extensively in the literature. This study tries to investigate the information transfer between stock market in south Asia by using three countries (Malaysia, Thailand and Philippines). The Vector Autoregression (VAR) model was applied to five year daily price of stock index from these countries from 2004 to 2008. The result shows that the both dometic relationship and information transfer are existing in Malaysia, Thailand and Philippines. In addition, the study shows that all the three countries have positive relationship between market Malaysia, Thailand and Philippines. There are no interdependencies price relationship between market Philippines and Thailand. There are existed lead-lag relationships between market participants such as investor and regulators in making better investment decisions and policy to control the market.
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