



**THE IMPACT OF ECONOMIC VARIABLE ON ECHANGE RATE IN
MALAYSIA**

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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 others degrees.
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- All verbalism extract have been distinguished by quotation and sources of my information have been specifically acknowledge.

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Dear MISS,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled “**THE IMPACT OF ECONOMIC VARIABLE ON EXCHANGE RATE**” to fulfill the requirement as needed by the Faculty of Business Management, University Technology Mara.

Thank you.

Yours sincerely,

Yours sincerely,

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ABSTRACT

The objective of this study is to examine the relationship between gross domestic product, inflation rate, interest rate and balance of payment to exchange rate in Malaysia. The study used Simple Linear Regression and Multiple Linear Regression in order to find relationship among the variables. The quarterly data for exchange rate, gross domestic product, inflation rate, interest rate and balance of payment are collected from 2008 to 2015. From the result, it reveals that all the variables have significant positive and negative relationship towards exchange rate in Malaysia. It means that there are impact in changes of economic variable towards exchange rate. These result further our understanding of the relationship between all the variables and should be useful for regulator, investor and speculator.