THE IMPACT OF INFLATION, INTERNATIONAL TRADE AND EXCHANGE RATE VOLATILITY ON ECONOMIC GROWTH IN MALAYSIA

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DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)

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“DECLARATION OF ORIGINAL WORKS”

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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.
• This project paper is the result of my independent work and investigations, except where otherwise stated.
• All verbalism extract have been distinguished by quotation marks and sources of my information have been specifically acknowledge.

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Signature: …………………….. Date: ………………………..
LETTER OF SUBMISSION

30 June 2016

MADAM WAN MUSYIRAH WAN ISMAIL

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Dear Sir,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled “THE IMPACT OF INFLATION, INTERNATIONAL TRADE AND EXCHANGE RATE VOLATILITY ON ECONOMIC GROWTH IN MALAYSIA” to fulfill the requirement as needed by the Faculty of Business Management, University Technology Mara.

Thank you.

Yours sincerely,

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Bachelor of Business Administration (Hons) (Finance)
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ABSTRACT

The purpose of this study is to investigate the impact of inflation, international trade and exchange rate volatility on economic growth where economic growth is measured using gross domestic products (GDP). This study used 30 quarterly data for observations which is from 2008 until 2015. The method used for this study is Multiple Linear Regressions. Therefore, all the test done in this study is to identify the relationship between all the independent variables with the dependent variables which are economic growth. This study used E-Views software in order to run all the data collected to test and analyzes the results for discussions. The main purpose of this study is to investigate the significant relationship between inflation, international trade and exchange rate volatility on economic growth. Based on previous studies, mostly agree that inflation, international trade and exchange rate volatility plays their own roles in determined the conditions of economic growth. Thus, using all the information collected from previous studies, this study will examine the impact of inflation, international trade and exchange rate volatility on economic growth in Malaysia.