



**FACTORS AFFECTING PERSONAL BANKRUPTCY IN MALAYSIA**

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**2017662522**

**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE**

**FACULTY OF BUSINESS MANAGEMENT**

**UNIVERSITI TEKNOLOGI MARA**

**KAMPUS BANDARAYA MELAKA**

**8<sup>th</sup> JANUARY 2019**

**DECLARATION OF ORIGINAL WORK**



**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE  
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I, AMIRA IZZATI BINTI ZULKIFLE, 961220146048

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 degrees.
- This project paper is the result of our 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

8<sup>th</sup> JANUARY 2019

Miss Amizatul Hawariah Awang,  
Faculty of Business Management  
Universiti Teknologi MARA (Kampus  
Bandaraya Melaka)  
75300, Melaka.

Dear Miss,

### **SUBMISSION OF PROJECT PAPER**

Attached is the project paper titled “**FACTORS AFFECTING PERSONAL BANKRUPTCY IN MALAYSIA**” to fulfil the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,

**AMIRA IZZATI BINTI ZULKIFLE**

**2017662522**

Bachelor of Business Administration (Hons) (Finance)

## TABLE OF CONTENTS

CONTENT	PAGE
TITLE PAGE	ii
DECLARATION OF ORIGINAL WORK	iii
LETTER OF SUBMISSION	iv
ACKNOWLEDGEMENT	v
TABLE OF CONTENT	vi
LIST OF FIGURES	ix
LIST OF TABLES	x
LIST OF ABBREVIATIONS	xi
ABSTRACT	xii

### **CHAPTER 1 – RESEARCH OVERVIEW**

1.1 Background of Study.....	1
1.2 Problem Statement .....	2
1.3 Research Objectives.....	4
1.4 Research Question.....	4
1.5 Significant of Study.....	5
1.6 Scope and Coverage of the Study .....	6
1.7 Limitation of Study .....	7
1.8 Definition of Term .....	8
1.9 Conclusion.....	9

### **CHAPTER 2 – LITERATURE REVIEW**

2.1 Introduction .....	10
2.2 Theories.....	10
2.3 Review on Dependent Variable.....	12
2.3.1 Bankruptcy.....	12
2.4 Review on Independent Variable.....	13
2.4.1 The relationship between Unemployment rates and Bankruptcy .....	13
2.4.2 The relationship between Non-performing Loan and Bankruptcy .....	14
2.4.3 The relationship between Gross national income and Bankruptcy .....	15

## **ABSTRACT**

This study is to determine the Factors affects Personal Bankruptcy rates in Malaysia. There are five independent variables that have been select for this research. The independent variables are unemployment rate (UNR), non-performing loan (NPL), gross national income (GNI), household debt (HHD) and divorce rate (DVR). This study use the yearly data from 1985 until 2018 which total number of observation is 34 sample. Multiple linear regression model is applied to study the relationship between explanatory variables and explained variable. In this study, the results show two independent variables are significant, unemployment rate and divorce rate that influencing to Personal Bankruptcy rates in Malaysia except for non-performing loan, gross national income and household debt.