

**DETERMINANTS OF GROSS DOMESTIC PRODUCT  
GROWTH IN MALAYSIA**

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**2017662726**

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

**FACULTY OF BUSINESS ADMINISTRATION  
UNIVERSITI TEKNOLOGI MARA PERLIS**



**BACHELOR OF BUSINESS ADMINISTRATION**

**WITH HONOURS (FINANCE)**

**FACULTY OF BUSINESS MANAGEMENT**

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**“DECLARATION OF ORIGINAL WORK”**

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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 other degree.
- This project paper is the result of my independent work and investigation, except where otherwise stated.
- All verbatim extract has been distinguished by quotation marks and sources of my information have been specifically acknowledged.

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## **ABSTRACT**

Gross Domestic Product (GDP) growth has always been treated as current issue that studied by many researchers. This study is to investigate the relationship between Gross Domestic Product (GDP) growth and the factors such as Foreign Direct Investment (FDI), Inflation (INF), Gross Fixed Capital Formation (CF), and Interest Rate (IR) in Malaysia. Annual time series data for the 1985 to 2018 periods. This study used E-View includes, Augmented Dickey Fuller test and Philips Perron test are used for the analysis. The results identify that gross fixed capital formation (CF) have positive impact on GDP growth in Malaysia. However, FDI and INF have negative significant relationship with GDP growth. The only variable that negative insignificant to GDP growth is interest rate. Based on the result, it is suggested by maintaining the stability on gross fixed capital formation (CF) will lead to rising in GDP.