

**DOMESTIC VERSUS INTERNATIONAL ATTACK (TERRORIST) IMPACT ON THE
EQUITY MARKET: EVIDENCE FROM IRAQ**

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Abstract

Purpose – The purpose of this paper is to study the costs or impacts of terrorist event of what it can do to the market to investors.

Design / Methodology / Approach – This paper using study methodology, to test which attack does the affect more on the stock market of Iraq.

Findings – The result show that stock market of Iraq affect more through to domestic attack compare to international attack for the one whole year of 2014.

Paper type – Research paper

CHAPTER 1: INTRODUCTION

1.0 BACKGROUND OF STUDY

Terrorism, is not new and even though it has been used since the early times of recorded history. It is defined by the Department's Patterns of Global Terrorism, a sub national group or clandestine give a politically motivated violence perpetrated against the civilian (Ruby, 2002). Federal Bureau Investigation (FBI), defines international terrorism and domestic terrorism for purposes of Chapter 113B of the Code, entitled terrorism. Domestic and International terrorism means activities with the following three characteristics (1) involve violent acts or acts dangerous to human life that violate federal or state law, (2) seem to be intended (i) to intimidate a civilian population; (ii) to influence the policy of a government by intimidation; (iii) to affect the conduct of a government by mass destruction, assassination, or kidnapping; and (3) occur primarily outside the territorial jurisdiction of the U.S., or transcend national boundaries in terms of the means by which they are accomplished, the persons they seem intended to intimidate or coerce, or the locale where their perpetrators operate or seek refuge. The FBI also uses this definition, terrorism is the unlawful use of force and violence against persons or property to intimidate or coerce a government, the civilian population, or any segment thereof, in furtherance of political or social objectives.

While the United States Department of Defense characterizes terrorism as to be planned, politically-spurred viciousness executed against non-warrior focuses by sub-national gatherings or secret operators, normally proposed to impact a group of people. Terrorism is a criminal demonstration that impacts a group of