



THE IMPACT FACTORS OF PALM OIL EXPORT IN MALAYSIA

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JUNE 2017

ACKNOWLEDGEMENT

First and foremost, I would like to thank and deepest appreciation to my academic advisor Puan Rainah Ginsad for the encouragement and guidance throughout process to complete this study and for her valuable time and willingness to reviewing my research progress and providing helpful advice.

Apart from that, I would like to sincere thanks to my friend, all staff in my internship place, course mate and classmate who always gave their supported, suggestion, valuable advice and opinion in order to accomplish this study.

This special appreciation also goes to my family members who always gave me their support, encouragement, cost and everlasting love. Their fully supported motivated me to be able to finish this research paper work.

Last but not least, I also would like to thank everyone who was involved directly and indirectly throughout process to finishing this study and thank you UITM Sabah.

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ABSTRACT

The purpose of this study is to identify the impact factor that influences the palm oil export in Malaysia. Time Series Approach was used to run the regression in this study. The annual data from 1986 until 2016 were used in this study. The data were analysed using the Descriptive statistics, Augmented Dickey Fuller (ADF), Multiple Regression, Breusch Godfrey LM test and Variance Inflation Factor. Result from the ADF test indicates that the data for one variable are stationary at the first level and the other two variables were stationary at the first order difference. The result from Multiple Regression indicates that the one variable which is inflation is shows that there is no significant relationship with the palm oil export in Malaysia. However, the other two variable which are Exchange rate depreciation and soybean oil price shows that there are positive significant relationship between the Exchange rate depreciation and soybean oil price towards the palm oil export in Malaysia.

Keywords: Palm oil export, exchange rate depreciation, soybean oil price, Malaysia.