



**BACHELOR OF BUSINESS ADMINISTRATION
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“DECLARATION OF ORIGINAL WORK”

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here by, 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 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

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ABSTRACT

Unemployment is a serious problem all over the world. Many problems occur because of high unemployment rates such as poverty. Unemployment is also one of the reasons behind the inexorable increase in crime rate in Malaysia. The study aims to examine the effects of gross domestic product, inflation rate, interest rate, population and exchange rate effect on unemployment in Malaysia. The dependent variables is unemployment rate and for independent variables are gross domestic product, inflation rate, interest rate, population and exchange rate. For the scope in this study is to identified majorly what are the determinants of unemployment rate in Malaysia. All variables commence by analyzing the time series of data. The data is comprises of 30 secondary data of each variables from year 2007 until year 2014 which are in quarterly basis. This study have been conduct using Multiple Regression Analysis that consist with first and second model. As a result, gross domestic product and population have showed positive relationship towards unemployment rate in Malaysia.

Table of Contents

DECLARATION OF ORIGINAL WORK.....	i
PARTIAL OF FULFILLMENT.....	ii
LETTER OF SUBMISSION.....	iii
ACKNOWLEDGEMENT.....	iv
ABSTRACT.....	v
CHAPTER 1.0: INTRODUCTION.....	9
1.1 INTRODUCTION.....	9
1.2 BACKGROUND OF STUDY	10
1.3 PROBLEM STATEMENT	11
1.4 RESEARCH OBJECTIVE	13
1.4.1 Main Research Objective	13
1.4.2 Specific Research Objective	13
1.5 RESEARCH QUESTION.....	13
1.5.1 Main Research Question.....	13
1.5.2 Specific Research Question	14
1.6 SIGNIFICANCE OF STUDY	14
1.6.1 The Researcher.....	14
1.6.2 The Government	15
1.6.3 The Public	15
1.7 SCOPE OF STUDY.....	16
1.8 SUMMARY	16
2 LITERATURE REVIEW	17
2.1 INTRODUCTION.....	17
1.1 UNEMPLOYMENT RATE.....	18
1.2 GROSS DOMESTIC PRODUCT	19
1.3 INFLATION RATE.....	20
1.4 INTEREST RATE.....	21

CHAPTER 1.0: INTRODUCTION

1.1 INTRODUCTION

Understanding the nature of economic patterns in Malaysia today are very crucial to predict especially about unemployment. It is based on, there are a lot of differences in every economic pattern and behaviours in managing these problems in this country.

This research will actually discuss details about the topic of Determinants of Unemployment Rates in Malaysia. Based on this chapter, it will start with introduction, followed by background of study, problem statements, objectives of study, scope of study, theoretical framework, research hypothesis, significance of study and scope of study.