

**MACROECONOMIC FACTORS TOWARD
NONPERFORMING LOAN IN BANK
RAKYAT TAMPIN**

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**Submitted in Partial Fulfillment
of the Requirement for the
Bachelor of Business Administration
(Hons) Finance**

**FACULTY OF BUSINESS MANAGEMENT
UITM MELAKA**

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LETTER OF SUBMISSION

April 2011,

Miss Fariha Aiza bt Ramly
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Dear Miss,

SUBMISSION OF RESEARCH PAPER

With the reference above, I:

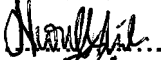
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Student of School Business Administration (Finance) would like to hand over my research project entitled "*THE MACROECONOMIC FACTORS TOWARD NONPERFORMING LOAN IN BANK RAKYAT TAMPIN*" to fulfill the requirement needed by the syllabus in my semester.

Thank you.

Yours sincerely,

......

Nurul Ashikin Hj Hassan

ACKNOWLEDGEMENT

Assalamualaikum Warahmatullahi Wabarakatuh.....

In the name of ALLAH S.W.T. The most gracious and most merciful of all, praise to Him for giving me the courage and strength to finish this study.

Firstly and foremost, I would like to give special thanks to my advisor, Miss Fariha Aiza bt Ramly for his lecture, guidance, contributions and counsel that he has spent in guiding to finish my research project.

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Finally for those that I has not mentioned their name here, grateful thanks to all of them who engaged directly or indirectly with us in completing this study. May ALLAH S.W.T. bless you all. Thank you.

ABSTRACT

This project paper was attempted to examine the macroeconomic factors towards nonperforming loan in Bank Rakyat Tampin. The macroeconomic factors are Gross Domestic Product (GDP), inflation rate and unemployment rate. The objective of the study was wanted to determine whether there is relation between independent variables and dependent variable. Researcher also tries to find out which independent variable that gives more impact to dependent variable. Data that has been collected are from year 2005 to 2009 with yearly data. All data for the study was a secondary data. The method that will be use is EViews6. Frequency distributions will be used to obtained for all the personal data or classification variables. Regression will be used to describe the nature of the relationship between variables. Finally researcher will show how the changes in dependent variable cause the changes in independent variables by using regression.

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