

**THE SIGNIFICANT RELATIONSHIP BETWEEN MACROECONOMIC  
VARIABLES AND GOLD PRICE**

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

**FACULTY OF BUSINESS MANAGEMENT,  
UNIVERSITI TEKNOLOGI MARA, JOHOR**

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## **DECLARATION OF ORIGINAL WORK**



**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE**

**FACULTY OF BUSINESS MANAGEMENT**

**UNIVERSITI TEKNOLOGI MARA**

**JOHOR**

### **“DECLARATION OF ORIGINAL WORK”**

I. Nurul ‘Afifah binti Omar (I/C Number: 911012-01-5996)

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 degrees.
- This project paper is the result of my 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.

Signature : \_\_\_\_\_

Date : \_\_\_\_\_

## LETTER OF SUBMISSION

7<sup>th</sup> December 2014

Encik Syamsul Samsudin  
Department of Finance  
Scholl of Business and Management  
Uitm Johor, Segamat, Johor  
Box 527, 85000 Segamat  
Johor, Malaysia.

Dear Sir,

### SUBMISSION OF PROJECT PAPER

Attached is the project paper title “**The Significant Relationship Between Macroeconomic Variable and Gole Price**” to fulfill the requirement as needed bt the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,

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Nurul ‘Afifah Binti Omar  
Bechelor of Business Administration (Hons) Finance

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Thank you.

## **ABSTRACT**

The study about significant relationship between macroeconomic variables and gold price are easy to be found from other country such as India and United States. Since in Malaysia, there many Malaysian loves to use gold as their investment. Some of them use gold as the protection of their value of money. They need to understand the behavior of gold price. There are several factors that they can use to predict gold price. Therefore, this research paper was done to find the significant relationship between selected macroeconomic variable and gold price. Selected macroeconomic variable are interest rate, inflation rate, exchange rate and crude palm oil. The data was collected from 1997 until 2013, monthly basis with 204 observations. Mainly data collected from Datastream.com and Index Mundi.com. The study is time series multiple regression analysis. This research paper will use the E-view software to test and analyze the data that had been collected.