



UNIVERSITI TEKNOLOGI MARA

**FACTORS AFFECTING FTSE BURSA
MALAYSIA KUALA LUMPUR
COMPOSITE INDEX (KLCI) STOCK
MARKET**

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**BACHELOR OF BUSINESS ADMINISTRATION
WITH HONOURS (FINANCE)
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
KAMPUS BANDARAYA MELAKA**

2018

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MALAYSIA KUALA LUMPUR
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Submitted in of the requirements for the degree of
**Bachelor of Business Administration with Honours
(Finance)**

**FACULTY OF BUSINESS MANAGEMENT
UNIVERSITY TECHNOLOGY MARA
CAMPUS BANDARAYA MELAKA**

July 2018

DECLARATION OF ORIGINAL WORK



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“DECLARATION OF ORIGINAL WORK”

I, Nurul Shakim Binti Shahdan, (I/C Number : 950821-14-6496)

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, otherwise indicated or acknowledged as referenced work.
- All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature : _____

Date : _____

LETTER OF SUBMISSION

July 2018

The Head of Program
Bachelor of Business Administration (Hons) Finance
Faculty of Business Management
Universiti Teknologi MARA
Kampus Bandaraya Melaka
110 Off Jalan Hang Tuah
75300 Melaka

Dear Madam,

SUBMISSION OF PROJECT PAPER

Attached is the project paper title “Factors Affecting FTSE Bursa Malaysia KLCI Stock Market” to fulfil the requirement as needed by the Faculty of Business Management, University Teknologi MARA.

Thank You,

Sincerely,

NURUL SHAKIM BINTI SHAHDAN
2015136731
Bachelor of Business Administration (Hons) Finance

ABSTRACT

The main purpose of this study is to investigate the relationship between factors that affecting FTSE Bursa Malaysia KLCI stock market in Malaysia. There are three factors that affecting the FTSE Bursa Malaysia KLCI stock market which are Interest Rate (IR), Oil Price (OP) and Money Supply (MS). This research paper employed Multiple Linear Regression method in order to find out the answer the objectives of this study. In addition, the data that has been collected is from year 2010 until 2017 by using quarterly basis and it is about 32 observations of data. From the result, it reveals that interest rate has a positive insignificant relationship towards the FTSE Bursa Malaysia KLCI stock market. While another two variable which is oil price and money supply give positive significant impact towards the FTSE Bursa Malaysia KLCI stock market. For diagnostic checking, there is no problem exist has been detect. Overall, these results give better additional understanding to the factors that affecting FTSE Bursa Malaysia KLCI stock market which is should be advantages and useful to the investors or speculators.