

A STUDY BETWEEN CORPORATE SOCIAL RESPONSIBILITY AND COMPANY FINANCIAL PERFORMANCE: EVIDENCE FROM 24 COMPANIES THAT LISTED IN BURSA MALAYSIA

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SEGAMAT, JOHOR

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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 SEGAMAT, JOHOR.

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BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE FACULTY OF BUSINESS MANAGEMENT UNIVERSITI TEKNOLOGI MARA SEGAMAT, JOHOR.

DECLARATION OF ORIGINAL WORK

ROZITA BINTI GHAFAR

2014910487

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: 31 December 2016
Signature.	Date. 31 December 2010

LETTER OF SUBMISSION

31st December 2016

Madam Rohanizan Binti Md Lazan Faculty of Business Management Universiti Teknologi MARA 85009 SEGAMAT JOHOR DARUL TAKZIM

Dear Madam,

SUBMISSION OF PROJECT PAPER

Attached is the project paper titled "A STUDY BETWEEN CORPORATE SOCIAL RESPONSIBILITY AND COMPANY FINANCIAL PERFORMANCE: EVIDENCE FROM 24 COMPANIES THAT LISTED IN BURSA" to fulfill the requirement as needed by the Faculty of Business Management, Universiti Teknologi MARA.

Thank you.

Yours sincerely,		
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ABSTRACT

Nowadays, Corporate Social Responsibility (CSR) is increasing interest of Malaysian

companies and become an important area of a modern corporate research theory.

Besides, the development of CSR activities all over the world is remarkable even the

conduction of this activity incur some cost. Moreover, the correlation between CSR

and financial performance showing some conflict results because of little proof

support that CSR and Financial performance have positive relation.

This paper seeks to find the relationship between CSR and financial performance.

Besides that, this research also reviewed the growth of CSR and literatures which

focused on studies that used stakeholder theory by taking 24 Malaysia listed

companies from 5 different industries as a sample then used regression analysis to

measure the link between their CSR and their financial performance.

A result from this study, except implementing the social responsibilities to

shareholders has outstanding optimistic impact on Malaysia listed companies'

financial performance and implementing social responsibilities to customers,

creditors, shareholders and suppliers have relatively positive impact. For other

stakeholders the implementations of social responsibilities to them have negative

impact on Malaysia listed companies' financial performance.

Key words: CSR, stakeholders, financial performance, Malaysia listed companies

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