UNIVERSITI TEKNOLOGI MARA

INTERNAL AND EXTERNAL FACTORS INFLUENCING THE STOCK PRICES IN CONSTRUCTION SECTOR: A STUDY BETWEEN MALAYSIA, CHINA AND JAPAN.

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Final Year Project Paper submitted in fulfillment of the requirements for the degree of **Bachelor of Business Administration** (Finance)

Faculty of Business and Management

December 2018

AUTHOR'S DECLARATION

I declare that the work in this final year project paper was carried out in accordance with the regulations of Universiti Teknologi MARA. It is original and is the results of my own work, unless otherwise indicated or acknowledged as referenced work. This thesis has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

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ABSTRACT

Stock price can be defined as a cost that needs to pay by an investor as a purchasing cost as an exchange on the security of the company. The stock price can be bullish and bearish across the time, which that can be called as the volatility of stock price. While the construction sector can be defined as any company that works on constructing building or infrastructure that use an amount of capital. This study will define the factor that affecting the stock price and will make a comparison between China and Japan to see and compare the performance of Malaysian stock in term of the construction sector. The population for this study is using the annual data for Malaysia, China and Japan for the period of 2013 until 2017 for the stock price, return on equity, economic growth and return on equity. Data of this research play an important role and it must be accurate as it will affect the result of the study. There are several tests which using Ordinary Least Square (OLS) assumptions to measure the relationship between dependent variables and independent variables. This study is expected to find a positive relationship between the dependent variables and independent variables and expected that this independent variable is explain by 95% on the dependent variable.

ACKNOWLEDGEMENT

Firstly, I wish to thank God for giving me the opportunity to embark on my degree and for completing this long and challenging journey successfully. My gratitude and thanks go to my supervisor Sharazad Binti Haris, those who have advised me in completing this study.

My appreciation goes to the management of Perpustakaan Tun Dr. Ismail who provided the facilities and assistance during collected sampling. Special thanks to my colleagues and friends for helping me with this project.

Finally, this thesis is dedicated to beginner investor, student, further researcher and those who seek on the performance on construction stock price with an intention to help in understanding and spread the knowledge about the market's movement.

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