DETERMINANTS OF EXCHANGE RATE TOWARDS

EXPORT IN SELECTED COUNTRIES

NURUL SHAKINAH BINTI HILME

2017275388

BACHELOR OF BUSINESS ADMINISTRATION

WITH HONOURS (BUSINESS ECONOMICS)

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

KOTA KINABALU, SABAH

JULY 2020

DECLARATION OF ORIGINAL WORK

BACHELOR OF BUSINESS

ADMINISTRATION WITH HONOURS

(BUSINESS ECONOMICS) FACULTY OF

BUSINESS MANAGEMENT UNIVERSITI

TEKNOLOGI MARA "DECLARATION OF

ORIGINAL WORK"

1. Nurul Shakinah Binti Hilme, 981021-43-5152

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 any independent work and investigation, except where otherwise stated.
- All verbatim extract has been distinguished by quotation marks and sources of my information have been specifically acknowledged

Signature: _____ Date: _____

TABLE OF CONTENTS

LIST OF TABLES

ABSTRACT

This research is to study the determinants of exchange rate towards export in selected countries such as Malaysia, Japan, Thailand, China, India, Singapore and Indonesia. whereby there is another factor involve GDP rate, exchange rate and inflation rate. Moreover, this study is to identify which one of the independent variables chosen that have most significant impact towards export. The reason of this study is undertaken is because the declining trend of data in export sector due to declining in exchange rate. It became a worrisome to Malaysia economy growth. Even though the declining in export are not seeing the effects directly to the balance of trade or economic growth but currently now government more spending than earning. In this study where GDP rate, inflation rate and exchange rate are independent variables and export rate as the dependent variable. This paper literally shows on the significant determinants of exchange rate towards export.

In this study, the software used is E-views to diagnose the data from year 1988-2018, the data collected from World Bank Data and Macroeconomic, analyse the Unit root-test and Granger Causality. Turn out the result are significant between the variable export rate and exchange rate, inflate rate shows insignificant determinants of exchange rate towards the changes of export rate.