

**UNIVERSITI TEKNOLOGI MARA**

**FACTORS AFFECTING  
INTERNATIONAL TRADE ON  
MALAYSIAN ECONOMY**

**SITI NUR AIN BINTI SANGUT@SALLEH**

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

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## AUTHOR'S DECLARATION

I declare that the work in this thesis 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.

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Name of Student : Siti Nur Ain Binti Sangut@Salleh

Student I.D. No. : 2017277148

Programme : Bachelor Of Business Administration (HONS)  
Business Economics – BA250

Faculty : Faculty Of Business Administration

Thesis Title : Factors Affecting International Trade on Malaysian  
Economy

Signature of Student : .....

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## **LIST OF ABBREVIATIONS**

### **Abbreviation**

<b>INTTR</b>	International Trade
<b>ECOGR</b>	Economic Growth
<b>INFR</b>	Inflation Rate
<b>EXCR</b>	Exchange Rate
<b>GDP</b>	Gross Domestic Product
<b>CPI</b>	Consumer Price Index

## **ABSTRACT**

This study was conducted to investigate the factors affecting international trade on Malaysian economy which employs time series data analysis to identify the relationship of international trade in Malaysia over the period of study from 1980 to 2018. This study using Ordinary Least Square (OLS) as the method to estimate the results. Empirical results shows that there is significant relationship between gross domestic product (GDP), exchange rate to international trade in Malaysia while inflation rate shows no significant relationship with international trade in Malaysia. Thus, this study suggest that the policy makers or the government should encourage more international trade to enhance the economic growth.