



اَوْنِيُوْرْسِيْتِي تِيْكْنُوْلُوْجِي مَارَا

UNIVERSITI TEKNOLOGI MARA
CAWANGAN KELANTAN

**THE RELATIONSHIP BETWEEN GOLD PRICE WITH OIL PRICE,
INTEREST RATE, VALUE OF US DOLLAR AND
CENTRAL BANK GOLD RESERVE**

NATASHA HAFIZA BT HUSSAIN

(2009140023)

**BACHELOR IN BUSINESS ADMINISTRATION WITH HONOURS
(FINANCE)**

FACULTY OF BUSINESS MANAGEMENT

UNIVERSITI TEKNOLOGI MARA

JUNE 2012

ACKNOWLEDGEMENTS

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

“In the name of Allah the Almighty, the Merciful, and the Beneficent”

Glory to Allah S.W.T, Most Gracious, the Most Merciful, and peace upon his messenger Holy Prophet Muhammad S.A.W. All the worship belongs to only Allah. I seek refuge in Allah from the wickedness within and from the evil deeds. I also praised to Allah S.W.T for giving me courage, time, strength, and knowledge to complete this project paper properly.

First and foremost, I would like to express my deepest gratitude to my advisor, **PM Dr Asry bin Yusoff** for his advices, comment, brilliant suggestions, knowledge and untiring supervision which beyond repayment in preparing this project paper. His constructive comments and advices have been valuable in making this project paper successfully.

My special thanks also go to my second examiner, **Miss Rabihah binti Nawawi**, who had given me the knowledge that I need in fulfilling the requirement of my study. Both have given me the encouragement and hope for me to be more successful. This project paper would have been impossible without their guidance.

Last but not least, my heartiest appreciation goes to my family for their encouragement and moral support. Thank you to them from the bottom of my heart. My special thanks are also dedicated to my friends for giving me support, cooperation, idea contribution and their suggestion in order to complete this project paper. Once again to all of the above, I would like to thank you and may the Al-Mighty bless everybody.

ABSTRACT

Nowadays, there is fluctuating movements of gold prices. This problem gives an idea to the researcher to find out the factors that influenced the movements of gold prices. Thus, the purpose of this study is to find out the factors that influence the gold price. Hence, the researcher chooses four independent variables which are oil price, interest rate, the value of the US dollar and also central bank gold reserve. This study involves secondary data taken for 20 years based on monthly basis. Analysis methods used to find the results include descriptive analysis, regression analysis and also hypotheses testing. Based on the results, there is a relationship between the gold price with oil price, interest rate, the value of the US dollar and also central bank gold reserves. Oil price and central bank gold reserve indicates a positive relationship with gold price meanwhile US dollar and interest rate indicates a negative relationship to the gold price. Therefore, changes in oil price, interest rate, US dollar and central bank gold reserve will change the gold price. Hence, the researcher recommends to use this study to understand and make predictions of movements of gold prices. In reality, we unable to control the gold price, oil price, interest rate, US dollar and central bank gold reserve, but to the investors especially, they can use the information to make predictions and able them to minimize the loss. The researcher hopes that this study can give information and benefits to those who read it

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