

**THE EFFECT OF MACROECONOMIC OF
STOCK MARKET MOVEMENT
BETWEEN MALAYSIA AND THAILAND**

**SYAHIDATUL SAKINAH BINTI ABDULL RAZAK
2013331795**

**BACHELOR OF BUSINESS ADMINISTRATION
(HONS.) FINANCE
FACULTY OF BUSINESS MANAGEMENT
UNIVERSITI TEKNOLOGI MARA
PASIR GUDANG**

DECEMBER 2019

ACKNOWLEDGMENT

I start with Holy word of Bismillahirrahmanirrahim

I would to express my gratitude to Allah S.W.T for the bounty I'am able to finished this study. I would like to express my deepest appreciation to all those who provided out the possibility to complete this report. I wish to acknowledge Sir Abdul Razak Bin Jambari for his contribution of time and effort to supervise and comment on this research paper. In addition, I also thank him as agreed to be my supervisor. His encouragement and support have made this project realizable.

I also wish to thank all the lecturers who have generously given suggestions and comments. A special mention goes to Madam Nor Fazlin Binti Uteh for her encouragement and advice.

To my friends Norazizah Binti Bahar to be a good friends in my clueless moment. She give me a strengths and ideas move to another step. Last but not least, I would like to express my deepest gratitude to my beloved family and family in law, my beloved husband and all friends for their unwavering support, invaluable assistance and blessings.

Thank you.

TABLE OF CONTENT

	PAGES
TITLE PAGE	1
DECLARATION OF ORIGINAL WORK	ii
LETTER OF SUBMISSION	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENT	v
LIST OF FIGURES	viii
LIST OF TABLES	ix
LIST OF ABBREVIATIONS	x
ABSTRACT	xi
CHAPTER 1 INTRODUCTION	
1.1 Background of study	2
1.2 Problem Statement	8
1.3 Research Objectives	11
1.4 Research Questions	12
1.5 Scope of Study	12
1.6 Significance of Study	13
1.7 Limitation of Study	13

CHAPTER 2 LITERATURE REVIEW

2.1 Introduction	14
2.2 Stock Market	14
2.3 Empirical Literature	16
2.2.1 Stock Market and Gross Domestic Product	16
2.2.2 Stock Market and Inflation	17
2.2.3 Stock Market and Money Supply	19
2.4 Theoretical Framework	20

CHAPTER 3 RESEARCH METHODOLOGY

3.1 Introduction	21
3.2 Sample of Data	21
3.3 Data Collection	21
3.4 Variable	22
3.4.1 Dependent Variable	22
3.4.2 Independent Variable	22
3.5 Research Hypothesis	23
3.6 Econometric Method	24
3.6.1 Descriptive Analysis	24
3.6.2 Stationary Test-Augmented Dickey-Fuller (ADF) Unit Root Test	24
3.6.3 Correlation Test: Co-variance Analysis	25
3.6.4 Regression Analysis: Multiple Linear Regression	

CHAPTER ONE

INTRODUCTION

1.0 Introduction

In the past, there are many researchers conducted on the research about the macroeconomics determinants of Malaysia's stock market movement such stock market, macroeconomics variables, and developing country. This is an interesting research topic variable such as gross domestic product, exchange rate, inflation, interest rate, money supply and absolute stock price were captured for the purpose of analysis because these determinants can serve as indicators in improving a country's economy. In the first chapter, we are going to illustrate the overview the background of study, describe the problem statement, study the development of hypotheses and examine the significant of this research project. Last but not least, this chapter also explains on the outlines of each chapter.