

18

**UNIVERSITI TEKNOLOGI MARA**

**FINANCIAL MANAGEMENT PRACTICES  
AMONG  
STUDENTS AT ILKKM, JOHOR BAHRU**

**NURUL IZATY BINTI MOHAMAD ASRI  
2016256526**

**Bachelor of Business Administration (Hons)  
Finance**

**OCTOBER 2020**

## **ABSTRACT**

This study is a general overview of financial management practices and financial management competencies among ILKKM students, Johor Bahru. It aims to identify the influence of knowledge on financial management practices and student competence in shaping the daily expenses of each student according to the specified demographic terms. A total of 100 students consisting of students from semester one to semester five were selected as respondents in this study. The questionnaire set contains 23 items consisting of 3 parts, namely Part A, B, and C as the research instrument. Part A consists of the background of the respondents, part B consists of 10 items that test the level of student financial management practices and part C covers 10 items to test the level of student financial management competencies at ILKKM, Johor Bahru. The study data collected were analysed descriptively to obtain frequency, percentage and mean values using software "Statistical Package for the Social Sciences for Windows version 16.0 (SPSS Windows 16.0)". In addition, the study used reliability analysis, significant parameter (T-test) analysis, ANOVA and correlation analysis. Overall, the findings of the study showed that the level of financial management practices and the level of financial management competencies of students are still below the moderate level and need to be improved. At the end of the study, the researcher submitted some suggestions to various parties in providing exposure and education on financial management practices and effective financial management competencies among students. Further studies are also proposed for future research.

## 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. Alhamdulillah, I am able to complete this final year project individually. Thus, this research on Financial Management Practices among Students at ILKKM, Johor Bahru is the result of my diligence for the entire semester.

Throughout completing this research, I would like to express my deep sense of thanks and gratitude to my advisor, Madam Nurul Haida Binti Johan for her dedication, keen interest and overwhelming attitude to help students had been solely and mainly responsible for completing my research. Madam Haida timely advice and guidance also has helped me to a very great extent to accomplish this assignment.

I am extremely thankful to my husband, Hairul Affandi bin Idris, my lovely parents and my family for giving their endless support and encouragement in terms of financial and moral support for me. Last but not least, I would like to thank all lecturers who have generously giving their ideas and supports, also to my friends for lending helps and supports throughout the completion of this research.

Thank you.

## TABLE OF CONTENTS

	<b>Page</b>
<b>AUTHOR’S DECLARATION</b>	<b>ii</b>
<b>ABSTRACT</b>	<b>iii</b>
<b>ACKNOWLEDGEMENT</b>	<b>iv</b>
<b>TABLE OF CONTENT</b>	<b>v</b>
<b>LIST OF TABLES</b>	<b>viii</b>
<b>LIST OF FIGURES</b>	<b>ix</b>
<b>LIST OF SYMBOLS</b>	<b>x</b>
<b>LIST OF ABBREVIATIONS</b>	<b>xi</b>
<b>CHAPTER ONE INTRODUCTION</b>	<b>1</b>
1.1 Introduction	
1.2 Research Background	3
1.3 Problem Statement	4
1.4 Research Questions	5
1.5 Research Objectives	6
1.6 Significance of the Study	6
1.6.1 Students	6
1.6.2 Government	7
1.6.3 Parents	7
1.7 Scope of the Study	7
1.8 Limitation of the Study	8
1.9 Definition of Key Terms	8
1.10 Summary	8
<b>CHAPTER TWO LITERATURE REVIEW</b>	<b>9</b>
2.1 Introduction	9
2.2 Literature Review on Financial Management	9
2.2.1 Practices	10
2.2.2 Competencies	11

2.3	Literature Review on Terms of Demography (Age, Semester and Gender)	12
2.4	Literature Review on Knowledge	12
2.5	Literature Review on Spending Patterns	13
2.6	Literature review on ILKKM, Johor Bahru Students (Respondent)	14
2.7	Research Framework	15
2.8	Summary	16

### **CHAPTER THREE RESEARCH METHODOLOGY** **17**

3.1	Introduction	17
3.2	Sampling	17
3.3	Data Collection	17
3.4	Variables	19
	3.4.1 Independent Variables	18
	3.4.1.1 Age	18
	3.4.1.2 Semester	18
	3.4.1.3 Gender	18
	3.4.1 Dependent Variables	19
3.5	Research Design	19
3.6	Hypotheses Statement	20
	3.6.1 Age	20
	3.6.2 Semester	20
	3.6.3 Gender	21
3.7	Research Methodology	21
	3.7.1 Descriptive Analysis	21
	3.7.2 Reliability Analysis	22
	3.7.3 Parameter Significance (T-Test) Analysis	23
	3.7.4 Analysis of Variance (ANOVA)	24
	3.7.5 Correlation Analysis	25
3.8	Summary	26

### **CHAPTER FOUR RESULTS AND DISCUSSION** **27**

4.1	Introduction	27
-----	--------------	----