



UNIVERSITI TEKNOLOGI MARA

**FACTORS INFLUENCING ISLAMIC UNIT
TRUST PERFORMANCE: A COMPARISON
BETWEEN BIMB INVESTMENT
PRODUCTS AND PUBLIC MUTUAL
ISLAMIC INVESTMENT PRODUCTS**

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Final Year Project Paper submitted in partial fulfilment
of the requirements for the degree of
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Investment Management

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AUTHOR'S DECLARATION

I declare that the work in this Final Year Project Paper 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 project paper has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

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ABSTRACT

Based on the previous study on Islamic unit trust performance, it was found that most of the variables such as risk and fund size have significant impact on the Islamic unit trust performance. On the other hand, management expenses and fund turnover were insignificant on Islamic unit trust performance. Thus, the purpose of this research is to investigate a relationship between risk, fund size, management expenses and fund turnover towards Islamic unit trust performance. The researcher used the Islamic Unit Trust Performance as the dependent variable and the independent variables are risk, fund size, management expenses and the fund turnover. This research is to compare performance between three Islamic unit trust products from BIMB Investment Management Berhad and three Islamic unit trust products from Public Mutual Berhad. The selected Islamic unit trust products for this research are BIMB I-Growth, BIMB I-Flexi Fund, BIMB Dana Al-Falah, Public Asia Ittikal Fund, Public Islamic Equity Fund and Public Islamic Asia Dividend Fund. In order to investigate between Islamic unit trust performance and the four variables, this research paper used the data from the period of years 2018 to 2020. Eviews software is used to analyse the data for this research. Thus, the tool to measure and analyse the data is Multiple Linear regression model. Based on the findings of this research, it is found that all the independent variables have significant impacts on BIMB Investment products. As for Public Mutual Islamic investment products only, risk is not having significant impact on the Islamic unit trust performance, whereas, all the independent variables are having significant impact.

TABLE OF CONTENTS

AUTHOR'S DECLARATION	ii
ACKNOWLEDGEMENT	iii
ABSTRACT	iv
TABLE OF CONTENTS	v
LIST OF TABLES	viii
LIST OF FIGURES	ix
CHAPTER ONE	
INTRODUCTION	
1.1 Introduction	1
1.2 Background of the study	1
1.3 Problem statement	3
1.4 Research questions	4
1.5 Research objectives	4
1.6 Significance of the study	5
1.7 Scope of the study	5
1.8 Limitations of the study	5
1.9 Summary	6
CHAPTER TWO	
LITERATURE REVIEW	
2.1 Introduction	7
2.2 Performance	7
2.3 Risk	8
2.4 Fund Size	8
2.5 Management expenses	9
2.6 Fund Turnover	9
2.5 Religiosity	9
2.6 Theoretical Framework	10
2.7 Summary	10
CHAPTER THREE	
RESEARCH METHODOLOGY	
3.1 Introduction	12
3.2 Sampling	12
3.3 Data Collection	12