

UNIVERSITI TEKNOLOGI MARA

THE IMPACTS OF MACROECONOMIC FACTORS ON ECONOMIC GROWTH IN JAPAN

ATHIRAH FAIQAH BINTI OTHMAN 2016668798

Final Year Project Paper submitted in fulfillment of the requirements for the degree of **Bachelor of Business Administration** (Finance)

Faculty of Business and Management

December 2018

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 thesis 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.

Name of Student

Athirah Faiqah Binti Othman

Student I.D. No.

2016668798

Programme

Bachelor of Business and Administration (Hons)

Finance.

Faculty

Business and Management

Thesis

The Impacts of Macroeconomic Factors on Economic

Growth in Japan

Signature of Student

ful

Date

December 2018

ABSTRACT

This study investigates the impacts of macroeconomic factors on economic growth (EG) GDP per capita in Japan using time series data from 1986 to 2015. In this study, there are specified variables for five macroeconomic factors which is broad money growth (BMNY), Imports of goods and services (IMP), Inflation, GDP deflator (GDPDEF), Exports of goods and services (EXPT) and Inflation, consumer prices (CPI). Japan is a developed country and also known as a country that strongly success with highly market oriented economy. Also, macroeconomics is related with the deal on economic towards the performance, structure, behaviour and decision-making of an economy as a whole of a country. Therefore, this study is to look the positive or negative result either all the variables of macroeconomic factors would give impact to the economic growth of Japan or vice versa.

TABLE OF CONTENTS

		Page
AUT	THOR'S DECLARATION	ii
ABSTRACT ACKNOWLEDGEMENT TABLE OF CONTENT		iii
		iv
		v
LIST	OF ABBREVIATIONS	vii
СНА	APTER ONE INTRODUCTION	1
1.1	Introduction	1
1.2	Research Background	1
1.3	Problem Statement	2
1.4	Research Questions	2
1.5	Research Objectives	3
1.6	Significance of the Study	3
1.7	Scope of the Study	3
1.8	Limitation of the Study	4
1.9	Definition of Key Terms	4
1.10	Summary	6
СНА	PTER TWO LITERATURE REVIEW	7
2.1	Introduction	7
2.2	Classical Theory of Economic Growth	7
2.3	Literature Review on BMNY	8
2.4	Literature Review on IMP	9
2.5	Literature Review on GDPDEF	9
2.6	Literature Review on EXPT	10
2.7	Literature Review on CPI	10
2.8	Research Framework	11
2.9	Summary	11

LIST OF ABBREVIATIONS

Abbreviations

EG Economic Growth

BMNY Broad Money Growth

IMP Import of goods and services

GDPDEF Inflation, GDP deflator

EXPT Export of goods and services

CPI Inflation, consumer prices